By: Darby H.B. No. 810

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to jurisdiction in certain proceedings brought by the
- 3 attorney general with respect to charitable trusts.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 123.005, Property Code, is amended to
- 6 read as follows:
- 7 Sec. 123.005. BREACH OF FIDUCIARY DUTY: VENUE;
- 8 <u>JURISDICTION</u>. (a) Venue in a proceeding brought by the attorney
- 9 general alleging breach of a fiduciary duty by a charitable entity
- 10 or a fiduciary or managerial agent of a charitable trust shall be a
- 11 court of competent jurisdiction in Travis County or in the county
- 12 where the defendant resides or has its principal office. To the
- 13 extent of a conflict between this subsection and any provision of
- 14 the Texas Probate Code providing for venue of a proceeding brought
- 15 with respect to a charitable trust created by a will that has been
- 16 admitted to probate, this subsection controls.
- 17 (b) A statutory probate court of Travis County has
- 18 concurrent jurisdiction with any other court on which jurisdiction
- 19 is conferred by Section 4A, Texas Probate Code, in a proceeding
- 20 brought by the attorney general alleging breach of a fiduciary duty
- 21 with respect to a charitable trust created by a will that has been
- 22 admitted to probate.
- 23 SECTION 2. The change in law made by this Act applies only
- 24 to a proceeding commenced on or after the effective date of this

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- 1 Act. A proceeding commenced before the effective date of this Act
- 2 is governed by the law in effect immediately before the effective
- 3 date of this Act, and that law is continued in effect for that
- 4 purpose.
- 5 SECTION 3. This Act takes effect immediately if it receives
- 6 a vote of two-thirds of all the members elected to each house, as
- 7 provided by Section 39, Article III, Texas Constitution. If this
- 8 Act does not receive the vote necessary for immediate effect, this
- 9 Act takes effect September 1, 2011.