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STATE BAR *of* TEXAS

2016-2017 PROPOSED COMBINED BUDGET

The State Bar proposed budgets for the 2016-2017 fiscal year are included here for your information. If you would like a copy of the budget summary, contact the State Bar chief financial officer at (800) 204-2222, ext. 1521. All interested persons are invited to a public hearing on the proposed budgets scheduled for 10 a.m. Tuesday, April 5, 2016, at the Texas Law Center Hatton W. Sumners Conference Room. The General Fund is the operating fund for the State Bar of Texas. The TexasBarBooks Fund is considered an Enterprise Fund, which is defined as a proprietary fund that is used to account for goods/services provided to the general public on a user-charge basis. The Special Revenue Funds are independent funds and most do not use any membership dues or revenues from the General Fund for operations. Capital Project Funds are used to account for the acquisition and construction of the State Bar's major capital facilities and other capital expenditures.

	GENERAL FUND	TEXASBARBOOKS FUND	SPECIAL REVENUE & CAPITAL PROJECTS FUNDS	TOTAL PROPOSED COMBINED BUDGET
REVENUES & RECEIPTS				
MEMBERSHIP DUES	\$20,584,855	\$0	\$0	\$20,584,855
FEES	16,228,810	127,593	1,834,883	18,191,286
ADVERTISING	760,000	0	0	760,000
SALES	1,128,173	2,276,795	26,500	3,431,468
INVESTMENTS	90,000	650	20,136	110,786
GRANTS	0	0	383,600	383,600
CONTRIBUTIONS	611,742	0	387,800	999,542
RENT	147,956	0	0	147,956
OTHER REVENUE	1,766,391	935,000	13,000	2,714,391
TOTAL REVENUES	<u>\$41,317,927</u>	<u>\$3,340,038</u>	<u>\$2,665,919</u>	<u>\$47,323,884</u>
RECEIPTS FROM RESERVES	700,000	44,113	509,000	1,253,113
TOTAL REVENUES & RECEIPTS	<u>\$42,017,927</u>	<u>\$3,384,151</u>	<u>\$3,174,919</u>	<u>\$48,576,997</u>
EXPENDITURES				
SALARIES	\$17,421,742	\$1,159,068	\$550,232	\$19,131,042
BENEFITS	6,080,698	399,343	194,081	6,674,122
TRAVEL	1,988,258	25,775	200,905	2,214,938
MEETINGS & CONFERENCES	4,330,530	1,500	613,960	4,945,990
PROFESSIONAL SERVICES	2,573,144	51,899	389,633	3,014,676
COURT FEES	111,600	0	0	111,600
PUBLICITY/ADVERTISING	748,846	41,300	124,300	914,446
DUES/SUBSCRIPTIONS/LICENSES	556,159	51,083	45,945	653,187
EDUCATION/TRAINING	190,903	10,190	2,000	203,093
SUPPLIES/AWARDS/GIFTS/SPEC. ITEMS	664,928	26,000	171,140	862,068
RENTALS—OFFICE/EQUIPMENT/STORAGE	1,040,114	149,327	106,350	1,295,791
MAINTENANCE/REPAIR	603,370	21,027	300,000	924,397
UTILITIES	248,948	0	0	248,948
POSTAGE & FREIGHT	822,251	231,853	49,522	1,103,626
TELEPHONE	409,488	2,600	15,880	427,968
INSURANCE	393,108	5,000	0	398,108
ADMINISTRATIVE	498,156	719,698	651,366	1,869,220
FIXED ASSETS	58,449	7,500	335,000	400,949
PRINTING & COPYING	1,438,435	480,988	114,605	2,034,028
RESERVE FOR CONTINGENCIES	150,000	0	0	150,000
TOTAL EXPENDITURES	<u>\$40,329,127</u>	<u>\$3,384,151</u>	<u>\$3,864,919</u>	<u>\$47,578,197</u>
BOARD COMMITMENTS	700,000	0	0	700,000
TRANSFERS (IN)/OUT	988,800	0	(988,800)	0
FUNDING OF RESERVES	0	0	298,800	298,800
TOTAL EXPENDITURES, BOARD COMMITMENTS, TRANSFERS & FUNDING OF RESERVES	<u>\$42,017,927</u>	<u>\$3,384,151</u>	<u>\$3,174,919</u>	<u>\$48,576,997</u>
NET REVENUES & RECEIPTS OVER EXPENDITURES, BOARD COMMITMENTS, TRANSFERS & FUNDING OF RESERVES	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

STATE BAR *of* TEXAS

2016-2017 PROPOSED GENERAL FUND BUDGET

REVENUES & RECEIPTS

Attorney Membership Dues	\$20,584,855
Accounting/Management Fees	700,907
Texas Bar Journal Revenue	567,475
MCLE Fees	3,018,500
TexasBarCLE Revenue	13,258,520
Website	360,000
CDC Disciplinary Fees	493,227
Advertising Review Revenue	373,500
Other Revenue	1,960,943
TOTAL REVENUES	\$41,317,927
Receipts from Reserves	700,000
TOTAL REVENUES & RECEIPTS	\$42,017,927

EXPENDITURES, BOARD COMMITMENTS & TRANSFERS

EXECUTIVE DIVISION

Executive Director	\$683,213
Deputy Director/Legal Counsel	411,305
Assistant Deputy Director	195,224
Officers & Directors	761,836

EXTERNAL AFFAIRS DIVISION

Division Director	\$241,902
Governmental Relations	355,843
Sections	289,374
Local Bars	435,648
Special Events	73,604
LeadershipSBOT	94,000

LEGAL/ATTORNEY SERVICES DIVISION

Division Director	\$209,798
Texas Lawyers' Assistance Program	374,471
Legal Access Division	1,378,803

ACCESS TO JUSTICE COMMISSION

\$730,300

MEMBER/PUBLIC SERVICES DIVISION

Division Director	\$165,525
Center for Legal History	139,557
Law-Related Education	461,823
Texas Young Lawyers Association	907,927
Law Student Division	20,266
Volunteer Committees	231,980

PROFESSIONAL DEVELOPMENT DIVISION

TexasBarCLE	\$10,084,772
Minority Affairs	465,036

EXPENDITURES, BOARD COMMITMENTS & TRANSFERS CONTINUED

ATTORNEY COMPLIANCE DIVISION

Division Director	\$166,277
Advertising Review	177,903
Client Attorney Assistance Program	554,131
Lawyer Referral	336,291
MCLE	564,620

ADMINISTRATION DIVISION

Human Resources	\$265,363
Training & Tuition	71,133
Purchasing & Facilities	1,218,314
Research & Analysis	157,987
Member Benefits	213,018

FINANCE DIVISION

Accounting	\$1,024,308
Membership	785,379
Other Administrative	1,548,352

FINANCIAL PLANNING & ANALYSIS DIRECTOR \$191,088

INFORMATION TECHNOLOGY DIVISION

IT	\$1,352,960
Customer Service	360,917

COMMUNICATIONS DIVISION

Division Director	\$234,675
Texas Bar Journal	1,599,244
Public Information	124,131
Website	385,100

PUBLIC PROTECTION DIVISION

Chief Disciplinary Counsel	\$9,469,093
Statewide Committees	229,880
Board of Disciplinary Appeals	586,756

BOARD COMMITMENTS \$700,000

TRANSFERS TO SPECIAL REVENUE & CAPITAL PROJECTS FUNDS

Texas Law Center Fund	\$288,800
Technology Fund	400,000
Client Security Fund	300,000

TOTAL EXPENDITURES, BOARD COMMITMENTS & TRANSFERS **\$42,017,927**

TOTAL REVENUES & RECEIPTS OVER EXPENDITURES, BOARD COMMITMENTS & TRANSFERS **\$0**

STATE BAR of TEXAS

2016-2017 PROPOSED BUDGETS FOR SPECIAL REVENUE & CAPITAL PROJECTS FUNDS

	LAW FOCUSED GRANTS	TBLS	TEXAS BAR COLLEGE	CONVENTION FUND	TEXAS LAW CENTER	TECHNOLOGY FUND	CLIENT SECURITY FUND	TOTAL
REVENUES & RECEIPTS								
FEES	\$0	\$1,293,963	\$240,920	\$300,000	\$0	\$0	\$0	\$1,834,883
SALES	0	0	1,500	25,000	0	0	0	26,500
INVESTMENTS	0	0	136	0	10,000	0	10,000	20,136
GRANTS	383,600	0	0	0	0	0	0	383,600
CONTRIBUTIONS	0	0	2,800	385,000	0	0	0	387,800
RESTITUTION	0	0	0	0	0	0	13,000	13,000
TOTAL REVENUES	\$383,600	\$1,293,963	\$245,356	\$710,000	\$10,000	\$0	\$23,000	\$2,665,919
RECEIPTS FROM RESERVES	0	0	0	0	0	309,000	200,000	509,000
TOTAL REVENUES & RECEIPTS	\$383,600	\$1,293,963	\$245,356	\$710,000	\$10,000	\$309,000	\$223,000	\$3,174,919
EXPENDITURES								
SALARIES	\$12,000	\$452,536	\$85,696	\$0	\$0	\$0	\$0	\$550,232
BENEFITS	0	163,227	30,854	0	0	0	0	194,081
TRAVEL	124,605	36,000	30,000	10,300	0	0	0	200,905
MEETINGS & CONFERENCES	51,800	42,000	3,800	516,360	0	0	0	613,960
PROFESSIONAL SERVICES	100,633	270,000	10,000	9,000	0	0	0	389,633
PUBLICITY/ADVERTISING	0	85,000	2,800	36,500	0	0	0	124,300
DUES/SUBSCRIPTIONS/LICENSES	0	24,800	725	420	0	20,000	0	45,945
EDUCATION/TRAINING	0	500	1,500	0	0	0	0	2,000
SUPPLIES/AWARDS/GIFTS/SPEC. ITEMS	66,840	13,300	14,000	17,000	0	60,000	0	171,140
RENTALS—OFFICE/EQUIPMENT/STORAGE	5,600	96,000	2,000	2,750	0	0	0	106,350
MAINTENANCE/REPAIR	0	0	0	0	0	300,000	0	300,000
POSTAGE & FREIGHT	5,522	8,000	13,000	23,000	0	0	0	49,522
TELEPHONE	0	14,000	1,880	0	0	0	0	15,880
ADMINISTRATIVE	6,600	76,600	36,766	8,400	0	0	523,000	651,366
FIXED ASSETS	0	6,000	0	0	0	329,000	0	335,000
PRINTING & COPYING	10,000	6,000	12,335	86,270	0	0	0	114,605
TOTAL EXPENDITURES	\$383,600	\$1,293,963	\$245,356	\$710,000	\$0	\$709,000	\$523,000	\$3,864,919
TRANSFERS (IN)/OUT	0	0	0	0	(288,800)	(400,000)	(300,000)	(988,800)
FUNDING OF RESERVES	0	0	0	0	298,800	0	0	298,800
TOTAL EXPENDITURES, TRANSFERS & FUNDING OF RESERVES	\$383,600	\$1,293,963	\$245,356	\$710,000	\$10,000	\$309,000	\$223,000	\$3,174,919
NET REVENUES & RECEIPTS OVER EXPENDITURES, TRANSFERS & FUNDING OF RESERVES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

The purpose of the State Bar of Texas is to engage in those activities enumerated at Section 81.012 of the State Bar Act. The expenditure of funds by the State Bar of Texas is limited as set forth in both Section 81.034 of the State Bar Act and in *Keller v. State Bar of California*, 496 U.S. 1 (1990). If any member thinks that any actual or proposed expenditure is not within such purposes of, or limitations on, the State Bar, then such member may object thereto and seek a refund of a pro rata portion of his or her dues expended, plus interest, by filing an objection with the executive director. The objection must be made in writing, addressed to the executive director of the State Bar, P.O. Box 12487, Austin, TX 78711, and postmarked not later than 90 days after the conclusion of the challenged activity.

Upon receipt of a member's objection, the executive director shall promptly review such objection together with the allocation of dues monies spent on the challenged activity and, in consultation with the president, shall have the discretion to resolve the objection, including refunding a pro rata portion of the member's dues, plus interest. Refund of a pro rata share of the member's dues shall be for the convenience of the State Bar and shall not be construed as an admission that the challenged activity was or would not have been within the purposes of, or limitations, on the State Bar.

