

STATE BAR *of* TEXAS

2018-2019 PROPOSED COMBINED BUDGET

The **State Bar proposed budgets** for the 2018-2019 fiscal year are included here for your information. If you would like a copy of the budget summary or would like to submit comments or questions, contact the State Bar finance division director at (800) 204-2222, ext. 1481, or tjarratt@texasbar.com. For detailed reports on proposed revenues and expenditures, go to texasbar.com/budget. All interested persons are invited to a public hearing on the proposed budgets scheduled for 9 a.m. Tuesday, April 3, 2018, at the Texas Law Center Hatton W. Sumners Conference Room. The General Fund is the operating fund for the State Bar of Texas. The Law Practice Resources 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	LAW PRACTICE RESOURCES FUND	SPECIAL REVENUE & CAPITAL PROJECTS FUNDS	TOTAL COMBINED PROPOSED BUDGET
REVENUES				
MEMBERSHIP DUES	\$20,372,039	\$0	\$0	\$20,372,039
FEES	17,113,841	55,000	1,853,520	19,022,361
ADVERTISING	761,000	0	0	761,000
SALES	970,005	2,557,232	26,300	3,553,537
INVESTMENTS	185,000	6,000	20,150	211,150
GRANTS	0	0	429,374	429,374
CONTRIBUTIONS	657,073	0	360,000	1,017,073
RENT	179,440	0	0	179,440
OTHER REVENUE	1,873,492	1,130,000	13,000	3,016,492
TOTAL REVENUES	\$42,111,890	\$3,748,232	\$2,702,344	\$48,562,466
RECEIPTS FROM RESERVES	1,220,000	0	428,000	1,648,000
TOTAL REVENUES & RECEIPTS	\$43,331,890	\$3,748,232	\$3,130,344	\$50,210,466
EXPENDITURES				
SALARIES	\$17,587,459	\$1,313,153	\$530,851	\$19,431,463
BENEFITS	6,400,924	440,571	200,218	7,041,713
TRAVEL	2,076,649	48,450	237,523	2,362,622
MEETINGS & CONFERENCES	4,488,837	1,800	633,534	5,124,171
PROFESSIONAL SERVICES	2,771,288	90,036	316,100	3,177,424
COURT FEES	92,500	0	0	92,500
PUBLICITY/ADVERTISING	784,951	68,000	174,300	1,027,251
DUES/SUBSCRIPTIONS/LICENSES	554,757	50,014	17,820	622,591
EDUCATION/TRAINING	197,753	13,290	2,500	213,543
SUPPLIES/AWARDS/GIFTS/SPEC. ITEMS	602,834	15,999	110,525	729,358
RENTALS—OFFICE, EQUIPMENT, STORAGE	1,117,776	169,188	124,750	1,411,714
MAINTENANCE/REPAIR	607,092	24,000	0	631,092
UTILITIES	248,960	0	0	248,960
POSTAGE & FREIGHT	773,390	209,091	45,496	1,027,977
TELEPHONE	384,612	4,500	20,000	409,112
INSURANCE	218,918	6,000	0	224,918
ADMINISTRATIVE	503,819	696,146	1,264,600	2,464,565
FIXED ASSETS	79,000	12,500	934,000	1,025,500
PRINTING & COPYING	1,381,571	467,362	93,670	1,942,603
RESERVE FOR CONTINGENCIES	150,000	0	0	150,000
TOTAL EXPENDITURES	\$41,023,090	\$3,630,100	\$4,705,887	\$49,359,077
BOARD COMMITMENTS	1,220,000	0	(800,000)	420,000
TRANSFERS (IN)/OUT	1,088,800	0	(1,088,800)	0
TOTAL EXPENDITURES, BOARD COMMITMENTS & TRANSFERS	\$43,331,890	\$3,630,100	\$2,817,087	\$49,779,077
TOTAL REVENUES & RECEIPTS OVER EXPENDITURES, BOARD COMMITMENTS & TRANSFERS	\$0	\$118,132	\$313,257	\$431,389
TOTAL BUDGETED FULL-TIME EQUIVALENTS	260.63	19.25	7.88	287.76

STATE BAR *of* TEXAS

2018-2019 PROPOSED GENERAL FUND BUDGET

REVENUES & RECEIPTS

Attorney Membership Dues	\$20,372,039
Accounting/Management Fees	650,351
Bar Journal Revenue	580,600
MCLE Fees	3,115,250
TexasBarCLE Revenue	13,777,841
Website	365,000
CDC Disciplinary Fees	535,000
Advertising Review Fees	370,000
Other Revenue	2,345,809
TOTAL REVENUES	\$42,111,890
Receipts from Reserves	1,220,000
TOTAL REVENUES & RECEIPTS	\$43,331,890

EXPENDITURES, BOARD COMMITMENTS & TRANSFERS

EXECUTIVE DIVISION	BUDGET	FTEs
Executive	\$627,410	2.88
Legal Counsel	518,566	3
Assistant Deputy Director	222,945	1
Officers & Directors	836,836	-
EXTERNAL AFFAIRS DIVISION		
External Affairs	\$274,165	1
Governmental Relations	156,607	1
Sections	318,519	4
Local Bars	446,571	4
Special Events	73,604	-
LeadershipSBOT	94,000	-
ATTORNEY & LEGAL SERVICES DIVISION		
Attorney & Legal Services	\$222,971	1
Texas Lawyers' Assistance Program	455,312	4
Legal Access Division	1,036,508	7.5
ACCESS TO JUSTICE COMMISSION	\$827,206	4
MEMBER/PUBLIC SERVICES DIVISION		
Member/Public Services	\$175,811	1
Center for Legal History	149,785	2
Law-Related Education	508,232	3
Texas Young Lawyers Association	927,418	3
Law Student Division	20,266	-
Volunteer Committees	231,980	-
PROFESSIONAL DEVELOPMENT DIVISION		
TexasBarCLE	\$10,174,141	41
Minority Affairs	460,478	3

EXPENDITURES, BOARD COMMITMENTS & TRANSFERS CONTINUED

ATTORNEY COMPLIANCE DIVISION	BUDGET	FTEs
Attorney Compliance	\$176,564	1
Advertising Review	182,597	2
Client Attorney Assistance Program	547,352	8
Lawyer Referral	353,692	4
MCLE	579,699	7
ADMINISTRATION DIVISION		
Human Resources	\$280,789	2
Training/Tuition	71,133	-
Purchasing & Facilities	1,240,950	5.75
Research & Analysis	167,645	1
Member Benefits	343,218	-
FINANCE DIVISION		
Accounting	\$1,011,017	11
Membership	832,080	8
Other Administrative	1,770,550	-
IT DIVISION		
Information Technology	\$1,304,534	8
Customer Service	370,930	3
COMMUNICATIONS DIVISION		
Communications	\$249,259	2
Bar Journal	1,537,779	8
Public Information	169,455	1.5
Website	395,862	2
PUBLIC PROTECTION DIVISION		
Chief Disciplinary Counsel	\$9,829,435	97
Statewide Committees	229,880	-
Board of Disciplinary Appeals	619,339	3
BOARD COMMITMENTS	\$1,220,000	
TRANSFERS TO SPECIAL REVENUE & CAPITAL PROJECTS FUNDS		
Texas Law Center Fund	\$288,800	
Technology Fund	500,000	
Client Security Fund	300,000	
TOTAL EXPENDITURES, BOARD COMMITMENTS & TRANSFERS	\$43,331,890	
TOTAL REVENUES & RECEIPTS OVER EXPENDITURES, BOARD COMMITMENTS & TRANSFERS	\$0	
TOTAL BUDGETED GENERAL FUND FTEs		260.63

(FTE— Full-Time Equivalent)

STATE BAR *of* TEXAS

2018-2019 PROPOSED BUDGETS FOR SPECIAL REVENUE & CAPITAL PROJECTS FUNDS

	LAW FOCUSED GRANTS	TEXAS BOARD OF LEGAL SPECIALIZATION	TEXAS BAR COLLEGE	CONVENTION FUND	TEXAS LAW CENTER	TECHNOLOGY FUND	CLIENT SECURITY FUND	TOTAL
REVENUES								
FEES	\$0	\$1,305,520	\$248,000	\$300,000	\$0	\$0	\$0	\$1,853,520
SALES	0	0	1,300	25,000	0	0	0	26,300
INVESTMENTS	0	0	150	0	10,000	0	10,000	20,150
GRANTS	429,374	0	0	0	0	0	0	429,374
CONTRIBUTIONS	0	0	0	360,000	0	0	0	360,000
RESTITUTION	0	0	0	0	0	0	13,000	13,000
TOTAL REVENUES	\$429,374	\$1,305,520	\$249,450	\$685,000	\$10,000	\$0	\$23,000	\$2,702,344
RECEIPTS FROM RESERVES	0	0	0	0	0	428,000	0	428,000
TOTAL REVENUES & RECEIPTS	\$429,374	\$1,305,520	\$249,450	\$685,000	\$10,000	\$428,000	\$23,000	\$3,130,344
EXPENDITURES								
SALARIES	\$0	\$468,136	\$62,715	\$0	\$0	\$0	\$0	\$530,851
BENEFITS	0	177,027	23,191	0	0	0	0	200,218
TRAVEL	148,223	42,000	37,000	10,300	0	0	0	237,523
MEETINGS & CONFERENCES	54,830	46,000	27,844	504,860	0	0	0	633,534
PROFESSIONAL SERVICES	136,100	156,000	15,000	9,000	0	0	0	316,100
PUBLICITY/ADVERTISING	0	135,000	2,800	36,500	0	0	0	174,300
DUES/SUBSCRIPTIONS/LICENSES	0	16,500	900	420	0	0	0	17,820
EDUCATION/TRAINING	0	500	2,000	0	0	0	0	2,500
SUPPLIES/AWARDS/GIFTS/SPEC. ITEMS	69,225	13,300	11,000	17,000	0	0	0	110,525
RENTALS—OFFICE/EQUIPMENT, STORAGE	0	120,000	2,000	2,750	0	0	0	124,750
POSTAGE & FREIGHT	8,496	3,000	11,000	23,000	0	0	0	45,496
TELEPHONE	0	18,000	2,000	0	0	0	0	20,000
ADMINISTRATIVE	6,600	86,600	40,000	8,400	0	0	1,123,000	1,264,600
FIXED ASSETS	0	6,000	0	0	0	928,000	0	934,000
PRINTING & COPYING	5,900	3,000	12,000	72,770	0	0	0	93,670
TOTAL EXPENDITURES	\$429,374	\$1,291,063	\$249,450	\$685,000	\$0	\$928,000	\$1,123,000	\$4,705,887
BOARD COMMITMENTS - TRANSFERS IN	0	0	0	0	0	0	(800,000)	(800,000)
TRANSFERS (IN)/OUT	0	0	0	0	(288,800)	(500,000)	(300,000)	(1,088,800)
TOTAL EXPENDITURES, BOARD COMMITMENTS & TRANSFERS	\$429,374	\$1,291,063	\$249,450	\$685,000	(\$288,800)	\$428,000	\$23,000	\$2,817,087
TOTAL REVENUES & RECEIPTS OVER EXPENDITURES, BOARD COMMITMENTS & TRANSFERS	\$0	\$14,457	\$0	\$0	\$298,800	\$0	\$0	\$313,257
TOTAL BUDGETED FULL-TIME EQUIVALENTS	0	6.88	1.00	0	0	0	0	7.88

The purpose of the State Bar of Texas is to engage in those activities enumerated in 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.