2011-2012 PROPOSED COMBINED BUDGET

The State Bar proposed budgets for the 2011–2012 fiscal year are included here for your information. If you would like a copy of the complete budget summary, contact the State Bar Accounting Department at (800) 204-2222, Ext. 1521. All interested persons are invited to a public hearing on the proposed budget scheduled for Tuesday, March 22, 2011, at 9 a.m., at the Texas Law Center Hatton W. Sumners Conference Room. The General Fund is the operating fund for the State Bar of Texas. The Texas Bar Book Fund is considered an Enterprise Fund. An Enterprise Fund 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.

	GENERAL FUND	BOOK FUND (ENTERPRISE FUND)	SPECIAL REVENUE FUNDS	TOTAL PROPOSED BUDGET
REVENUES				
Dues	$18,863,600	$0	$6,000	$18,869,600
Fees	14,270,088	15,800	2,009,045	16,294,933
Advertising	912,484	0	0	912,484
Sales	1,161,424	1,929,242	13,567	3,104,233
Investments	100,000	320	35,000	135,320
Grants	0	0	357,700	357,700
Contributions	371,023	0	404,000	775,023
Rent	136,869	0	0	136,869
Other Revenue	884,941	650,000	18,000	1,552,941
Receipts from Reserves	801,000	0	225,000	1,026,000
TOTAL REVENUES & RECEIPTS	**$37,501,429**	**$2,595,362**	**$3,068,312**	**$43,165,103**
EXPENDITURES				
Salaries	$14,961,400	$891,998	$538,410	$16,391,808
Benefits	3,990,204	241,515	143,643	4,375,362
Travel	1,948,248	26,760	57,908	2,032,916
Meetings & Conferences	3,730,178	2,800	352,044	4,085,022
Professional Services	2,218,426	39,000	789,846	3,047,272
Court Fees	126,000	0	0	126,000
Publicity/Advertising	850,381	86,970	285,508	1,222,859
Dues/Subscriptions/Licenses	670,253	38,958	40,000	749,211
Education/Training	242,156	3,500	2,500	248,156
Supplies/Awards/Gifts/Spec. Items	656,011	22,000	17,773	695,784
Rentals — Office, Equipment, Storage	935,052	139,447	222,177	1,296,676
Maintenance/Repair	603,068	20,752	13,000	636,820
Utilities	199,158	0	0	199,158
Postage and Freight	892,861	155,839	18,000	1,066,700
Telephone	387,548	2,340	56,070	445,958
Insurance	400,181	9,000	2,890	412,071
Administrative	958,035	634,046	456,004	2,048,085
Fixed Assets	58,798	12,500	959,000	1,030,298
Printing and Copying	1,736,138	460,526	90,583	2,287,247
Reserve for Contingencies	450,000	0	0	450,000
Transfer to Reserves	0	0	510,289	510,289
TOTAL EXPENDITURES	**$36,014,096**	**$2,787,951**	**$4,555,645**	**$43,357,692**
Operating Transfers (In)/Out	1,487,333	0	(1,487,333)	0
Total Revenues/Receipts Less Expenditures	0	(192,589)	0	(192,589)

2011-2012 PROPOSED COMBINED BUDGET

REVENUES

Membership Dues	$18,863,600
Accounting/Management Fees	582,774
Bar Journal	807,800
MCLE Fees	2,620,000
TexasBarCLE	11,926,379
Investment Income	100,000
CDC Disciplinary Fees	375,000
Advertising Review	240,000
Other Income	1,184,876
Transfer from Reserves	801,000
TOTAL REVENUES	**$37,501,429**

EXPENDITURES

EXECUTIVE DIVISION

Executive Director	$444,023
Deputy Executive Director	284,259
Legal Counsel	324,074
Unauthorized Practice of Law	170,000
Officers & Directors	761,837
Presidential Initiatives	100,000

GOVERNMENTAL RELATIONS DIVISION

Governmental Relations	433,087
Center for Legal History	130,755
Law Related Education	435,806

PROFESSIONAL DEVELOPMENT DIVISION

TexasBarCLE	9,400,530
Minority Affairs	317,805

ACCESS TO JUSTICE DIVISION

Texas Lawyers Care	1,291,584
Matching Funds Contingency	20,000
Access to Justice	361,195

ATTORNEY COMPLIANCE DIVISION

Office of Attorney Compliance Director	150,305
Advertising Review	252,838
Client-Attorney Assistance Program	516,794
Lawyer Referral	293,080
Membership	1,015,549
MCLE	586,327
SBOT Volunteer Committees	301,980
Referendum	100,000

ADMINISTRATION DIVISION

Office of Administration Director	99,069
Human Resources	343,068
Training/Tuition	101,133
Purchasing & Facilities	1,121,900
Research & Analysis	104,908
Texas Lawyers Assistance	304,687

FINANCE DIVISION

Finance	885,543
Other Administrative	1,340,500

INFORMATION TECHNOLOGY DIVISION

Information Technology	1,182,617
Customer Service	372,812

COMMUNICATIONS DIVISION

Office of Communications Director	255,914
Bar Journal	1,379,802
SBOT Leadership Academy	100,000
Local Bars	387,435
Sections	241,699
Public Information	187,506
Special Events	88,604
Texas Young Lawyers Association	882,531

WEBSITE/STRATEGIC PLANNING	437,490

PUBLIC PROTECTION

Chief Disciplinary Counsel	7,973,763
Statewide Committees	55,750
Board of Disciplinary Appeals	475,537

TOTAL EXPENDITURES	**$36,014,096**

TRANSFERS TO:

Building Fund (Texas Law Center)	483,067
Technology Fund	690,000
Law Student Division	14,266
Client Security Fund	300,000

Total Expenditures Including Operating Transfers	**$37,501,429**
Excess (Deficit) Revenues Over Expenditures	**$0**

2011-2012 COMBINED BUDGET – SPECIAL REVENUE FUNDS

	LAW FOCUSED GRANTS	BOARD OF LEGAL SPECIALIZATION	CONVENTION FUND	TEXAS LAW CENTER	STATE BAR COLLEGE	LEGAL ADMIN DIVISION	LAW STUDENT DIVISION	TECHNOLOGY FUND	CLIENT SECURITY FUND	TOTAL
REVENUES										
Dues	$0	$0	$0	$0	$0	$0	$6,000	$0	$0	$6,000
Fees	278,545	1,219,100	290,000	0	221,400	0	0	0	0	2,009,045
Sales	0	0	11,000	0	2,567	0	0	0	0	13,567
Investments	0	0	10,000	0	0	0	0	0	25,000	35,000
Grants	357,700	0	0	0	0	0	0	0	0	357,700
Contributions	0	0	404,000	0	0	0	0	0	0	404,000
Other Revenue	0	0	0	0	3,000	0	0	0	15,000	18,000
Receipts from Reserves	0	0	0	0	0	0	0	225,000	0	225,000
TOTAL REVENUES	**$636,245**	**$1,219,100**	**$715,000**	**$0**	**$226,967**	**$0**	**$6,000**	**$225,000**	**$40,000**	**$3,068,312**
EXPENDITURES										
Salaries	$23,857	$425,410	$0	$0	$89,143	$0	$0	$0	$0	$538,410
Benefits	6,425	117,868	0	0	19,350	0	0	0	0	143,643
Travel	13,908	38,000	6,000	0	0	0	0	0	0	57,908
Meetings & Conferences	208,071	25,000	85,000	0	29,600	0	4,373	0	0	352,044
Professional Services	103,130	200,000	475,000	0	8,000	0	3,716	0	0	789,846
Publicity/Advertising	169,108	100,000	8,000	0	8,400	0	0	0	0	285,508
Dues/Subscriptions/Licenses	0	10,000	24,000	0	6,000	0	0	0	0	40,000
Education/Training	0	2,000	0	0	500	0	0	0	0	2,500
Supplies/Awards/Gifts/Spec. Items	983	15,000	0	0	1,000	0	790	0	0	17,773
Rentals – Office, Equipment, Storage	49,600	100,000	55,800	0	13,450	0	3,327	0	0	222,177
Maintenance/Repair	12,000	1,000	0	0	0	0	0	0	0	13,000
Postage and Freight	0	18,000	0	0	0	0	0	0	0	18,000
Telephone	13,470	12,000	17,000	0	13,000	0	600	0	0	56,070
Insurance	0	0	200	0	2,080	0	610	0	0	2,890
Administrative	9,960	76,600	9,000	0	15,444	0	5,000	0	340,000	456,004
Fixed Assets	0	10,000	0	34,000	0	0	0	915,000	0	959,000
Printing and Copying	25,733	7,000	35,000	0	21,000	0	1,850	0	0	90,583
Transfer to Reserves	0	61,222	0	449,067	0	0	0	0	0	510,289
TOTAL EXPENDITURES	**$636,245**	**$1,219,100**	**$715,000**	**$483,067**	**$226,967**	**$0**	**$20,266**	**$915,000**	**$340,000**	**$4,555,645**
OPERATING TRANSFER (IN)/OUT	**(0)**	**(0)**	**(0)**	**(483,067)**	**(0)**	**(0)**	**(14,266)**	**(690,000)**	**(300,000)**	**(1,487,333)**
TOTAL EXPENDITURES & OPERATING TRANSFERS	**636,245**	**1,219,100**	**715,000**	**0**	**226,967**	**0**	**6,000**	**225,000**	**40,000**	**3,068,312**
TOTAL REVENUES LESS EXPENDITURES	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**

The purpose of the State Bar of Texas is to engage in those activities enumerated at §81.012 of the State Bar Act. The expenditure of funds by the State Bar of Texas is limited both as set forth at §81.034 of the State Bar Act and in *Keller v. State Bar of California*, 496 U.S. 1 (1990). If any member feels 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 a written 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 78711, and postmarked not later than NINETY (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 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.