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another client: or

1 AN ACT 2 relating to prohibited conflicts of interest of registered 3 lobbyists. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. Section 305.028, Government Code, is amended by 6 amending Subsection (b) and adding Subsections (c-1) and (k) to 7 read as follows: Except as permitted by Subsection (c) or (c-1), a 8 9 registrant may not represent a client in communicating directly 10 with a member of the legislative or executive branch to influence 11 legislative subject matter or administrative action if the 12 representation of that client: 13 involves a substantially related matter in which (1)14 that client's interests are materially and directly adverse to the 15 interests of: 16 (A) another client of the registrant; 17 (B) an employer employing or concern the 18 registrant; or 19 (C) another client of a person associated with 20 the registrant; or 21 (2) reasonably appears to be adversely limited by: 22 the registrant's, the employer's or

concern's, or the other associated person's responsibilities to

- 1 (B) the registrant's, employer's or concern's own
- 2 interest, or other associated person's own business interests.
- 3 (c-1) A registrant may represent a client in the
- 4 circumstances described in Subsection (b) without regard to
- 5 whether the registrant reasonably believes the representation of
- 6 <u>each client</u> will be materially affected if:
- 7 (1) the registrant provides the written notice to each
- 8 affected client as described by Subsection (c)(2) and files the
- 9 statement described by Subsection (c)(3); and
- 10 (2) after the registrant has provided the written
- 11 notice described by Subsection (c)(2), each affected client of the
- 12 registrant consents to the conflict and grants the registrant
- permission to continue the representation.
- 14 (k) The commission may adopt rules to implement this section
- 15 consistent with this chapter, the Texas Disciplinary Rules of
- 16 Professional Conduct, and the common law of agency.
- 17 SECTION 2. Section 305.031(a), Government Code, is amended
- 18 to read as follows:
- 19 (a) A person commits an offense if the person intentionally
- 20 or knowingly violates a provision of this chapter other than
- 21 Section [ $\frac{305.0011}{7}$ ,  $\frac{305.012}{7}$ ] 305.022[ $\frac{1}{7}$ ] or 305.028. An offense
- 22 under this subsection is a Class A misdemeanor.
- 23 SECTION 3. Sections 305.0011 and 305.028(i), Government
- 24 Code, are repealed.
- SECTION 4. This Act takes effect September 1, 2005.

H.B. No. 2202



President of the Senate

Im Cadlick

Speaker of the House

I certify that H.B. No. 2202 was passed by the House on April 29, 2005, by a non-record vote.

Chief Clerk of the House

I certify that H.B. No. 2202 was passed by the Senate on May 16, 2005, by the following vote: Yeas 30, Nays 0.

Secretary of the Senate

APPROVED:

27 MAY 05

Date

KICK PERRY

Governor

FILED IN THE OFFICE OF THE SECRETARY OF STATE

Secretary of State