

IN THE SUPREME COURT, STATE OF WYOMING

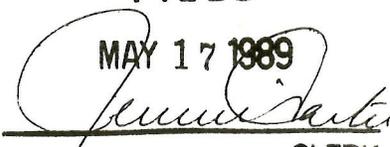
APRIL TERM, A.D. 1989

IN THE MATTER OF THE ADOPTION OF)
RULES FOR CLIENTS' SECURITY FUND)
AND SPECIAL COMMITTEE OF THE)
WYOMING STATE BAR)

ORDER

IN THE SUPREME COURT
STATE OF WYOMING
FILED

MAY 17 1989


CLERK

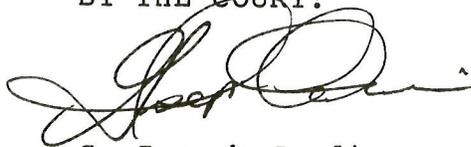
The court having deemed it necessary and proper to adopt the Rules for Clients' Security Fund and Committee of the Wyoming State Bar, attached hereto and incorporated herein, it is

ORDERED that the Rules for Clients' Security Fund and Committee of the Wyoming State Bar, be adopted in its entirety, effective June 1, 1989, as attached; and it is

FURTHER ORDERED that the adopted Rules for Clients' Security Fund and Committee of the Wyoming State Bar, as attached hereto, be published in the Advance Sheets of the Pacific Reporter and thereafter in the Wyoming Reporter; and thereupon be spread at length on the journal of this court.

Dated this 17 day of May, 1989.

BY THE COURT:



G. Joseph Cardine
Chief Justice

RULES FOR CLIENTS' SECURITY FUND AND COMMITTEE

A. There is hereby established a special committee of the Wyoming State Bar called the clients' security committee (hereinafter, committee) whose function is to receive, hold, manage and distribute funds received through the Board of Commissioners of the state bar, voluntary contributions or otherwise.

B. The committee shall consist of nine (9) members of the Wyoming State Bar, one (1) from each of the nine (9) judicial districts of the state, appointed by the president for terms as follows: two (2) for one (1) year, three (3) for two (2) years, and four (4) for three (3) years. After the first appointments each subsequent appointment shall be for a term of three (3) years. Any appointee who has served two (2) full three-year terms shall not be eligible for reappointment until one (1) year after the expiration of his last three-year term. Any vacancy shall be filled by appointment by the president for the unexpired term.

C. Funds received by the committee shall be used to help reimburse losses hereafter caused by dishonest conduct of a member of the Wyoming State Bar in the practice of law to the extent determined proper and feasible by the committee, where such member has died or been subject to criminal or disciplinary proceedings, or has ceased to be a member of the Wyoming State Bar. The committee is authorized to consider claims for reimbursement of such losses and allow or reject them in whole or in part, having regard for funds available. The committee may use such funds for the following purposes:

(i) Payment to clients or members of the public on claims approved by the committee up to annual maximums set by the committee;

(ii) To purchase insurance for payment of such claims if obtainable at reasonable cost and deemed appropriate;

(iii) For investments of any such funds not currently needed in securities authorized for fiduciaries under Wyoming law.

All allowances on claims shall be a matter of grace and not of right, and no client or member of the public shall have any right to any funds as third party beneficiary or otherwise. The committee shall be subrogated to all rights of the recipient of any payment for recovery of the same.

D. The committee is authorized to prescribe rules and procedures consistent herewith for management of its funds and presentation, processing and payment of claims, subject to approval of the Board of Commissioners.

E. All sums appropriated by the Board of Commissioners or received from other sources for use of the committee shall be deposited by the secretary-treasurer of the state bar in a separate clients' security fund and disbursed according to written direction of the committee.

F. The president is authorized to make the appointments to the committee, and the Board of Commissioners is authorized to appropriate to the clients' security fund such money as may be available for the first year of operation, and thereafter such amounts as are available and needed by the committee.

G. The committee shall make a written report of its activities to the Wyoming State Bar at least annually.

H. The committee may be abolished at any time by the Wyoming State Bar. If it is abolished all assets of the clients' security fund shall be the property of the Wyoming State Bar and shall thereupon be transferred by the secretary-treasurer to the general fund of the bar to be used for its general purposes.

Repealing Clause. These rules supersede and repeal Rule 22 of the Rules providing for the Organization and Government of the Bar Association of the Attorneys at Law of the State of Wyoming.