

## **LEGISLATIVE UPDATE: NEW TEXAS BUSINESS COURTS**



**DARYL B. ROBERTSON**  
Hunton Andrews Kurth LLP  
Dallas, Texas

**UT Law CLE Studio**

**TUESDAY, NOVEMBER 7, 2023**

3043253787\_1

1

### **Introduction**

- House Bill No. 19 authored by Reps. Murr, Leach, Landgraf, Meyer and Lujan and co-authored by 72 other House members and sponsored in Senate by Senator Bryan Hughes
- Adds new Chapter 25A to the Texas Government Code establishing a new statutory court for the State of Texas called a “business court”
- HB 19 was effective September 1, 2023, but the business court will commence taking cases on or after September 1, 2024
- Bill had strong support of Texas Governor, Lt. Governor and House Speaker
- Bill faced significant opposition resulting in numerous amendments

2

- Bill addresses growing need for specialized Texas courts to handle complex business litigation
  - More predictable outcomes for business disputes
  - Make Texas more attractive place for resolving business disputes

- Business court is composed of 11 geographic divisions, which match the 11 Administrative Judicial Regions
  - BUT six divisions (largely more rural regions) would be abolished on September 1, 2026, if not reauthorized and funded through additional legislative appropriations in 2025 Texas Legislature
- Five divisions will start operations on September 1, 2024, and remaining six divisions, assuming they are reappropriated, will start operations on September 1, 2026

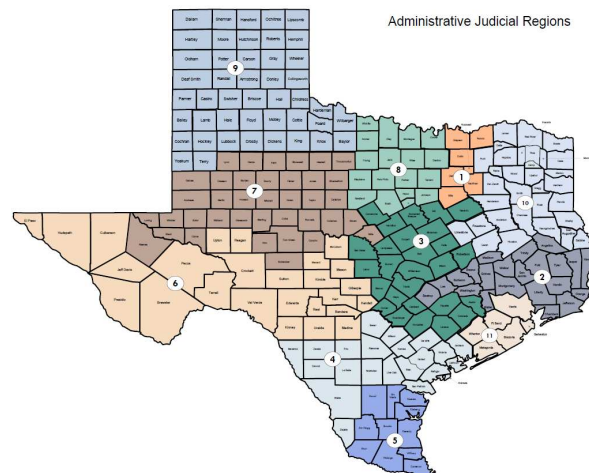
## Geographic Divisions (cont'd)

- Initial five divisions are composed of counties in which Austin, Dallas, Fort Worth, Houston and San Antonio are located as well as the surrounding counties
  - These five divisions are First, Third, Fourth, Eighth and Eleventh Business Court Divisions
- Six other non-operating divisions include counties in which El Paso, Lubbock, Amarillo, Midland/Odessa, Tyler, Texarkana, Brownsville and Beaumont/Port Arthur are located and their surrounding counties

5

5

## Geographic Divisions (cont'd)



6

Find the full text of this and thousands of other resources from leading experts in dozens of legal practice areas in the [UT Law CLE eLibrary \(utcle.org/elibrary\)](https://utcle.org/elibrary)

Title search: Legislative Update: New Texas Business Courts

Also available as part of the eCourse

[Legislative Update: New Texas Business Courts](#)

First appeared as part of the conference materials for the  
2023 Legislative Update: New Texas Business Courts session  
"Legislative Update: New Texas Business Courts"