Ethical Considerations in Drafting Contracts

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- 40+ year seasoned attorney
- Board Certified in Civil Trial Law and Civil Appellate Law, Texas Board of Legal Specialization
- Former President, Austin Bar Association
- Received Gene Cavin Award for Lifetime Achievement in Teaching Continuing Education

Purposes and Goals

- Discuss whether the conduct presented is ethical
- Discuss when a lawyer has a duty to reveal the error of the other lawyer
- Examine when or if the lawyer must consult the client before fixing the error
- Practice strategies to avoid these problems
- Identify special duties when doing business with client





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Concepts We Will Cover

- 1. Duty of competence: Knowing what you're doing.
- 2. Conflicts of interest: The limitations that exist when the lawyer has conflicts affecting the contract in question.
- **3. Doing business with client:** The special duties that apply when you or your firm are a party.
- **4. Truth in statements to others:** When you have to tell the truth, and when puffery become acceptable in negotiations.





Concepts We Will Cover

- **5. Dealing with unrepresented persons:** The duties that apply when preparing a contract which will be signed by an unrepresented party.
- 6. Conduct involving dishonesty, fraud, deceit, and misrepresentation.





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Rules Covering Our Concepts

- Duty of competence: ABA Model Rule 1.1, 1.3; TX Rule 1.01; FL Rule 4-1.1; CA Rule 3-110; MO Rule 1.1, NY Rules 1.1, 1.3
 Competent representation requires the legal knowledge, skill, thoroughness and preparation reasonably necessary for the representation.
- 2. Conflicts of interest: ABA Rule 1.7, 1.8, 1.9; TX Rule 1.06; CA Rule 3-310; FL Rule 4-1.7-4-1.10; NY Rule 1.7(a)
- 3. Doing business with client: ABA DR 5-104; TX Rule 1.08(b); CA Rule 3-300; FL Rule 4-1.8; NY Rule 1.8(a)







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Title search: Ethics of Contract Drafting

Also available as part of the eCourse Ethics of Contract Drafting

First appeared as part of the conference materials for the 2020 STUDIO WEBCAST Ethics of Contract Drafting session "Ethics of Contract Drafting"