HB 1159 (2nd reading) Price, et al (CSHB 1159 by Meyer)

SUBJECT: Acknowledging a written instrument for limited liability entities

COMMITTEE: Judiciary and Civil Jurisprudence — committee substitute recommended

VOTE: 8 ayes — Leach, Farrar, Y. Davis, Krause, Meyer, Neave, Smith, White

0 nays

1 absent — Julie Johnson

WITNESSES: For — Courtney Mogonye-McWhorter

Against - None

BACKGROUND: Civil Practice and Remedies Code sec. 121.006(b) establishes who may

acknowledge a written instrument on behalf of various entities, including a partnership or corporation. Sec. 121.008(b) provides short forms for

certificates of acknowledgement.

Some have called for short forms for certificates of acknowledgement for limited liability entities, which were not established in statute when the

forms were created.

DIGEST: CSHB 1159 would establish who could acknowledge a written instrument

on behalf of a limited liability company. The bill would allow a member,

manager, authorized officer, or agent acting for the limited liability

company to acknowledge a written instrument.

It also would include an authorized officer or agent acting for a

partnership among the persons who could make such an

acknowledgement on behalf of a partnership.

The bill would include a short form for certificates of acknowledgement

for limited liability companies. It would change the acknowledgement

HB 1159 House Research Organization page 2

form for partnerships to include an authorized officer or agent of the partnership.

The bill would take effect September 1, 2019.