

IOLTA INTEREST PROJECTIONS FOR POTENTIAL INCREASED LEGAL SERVICES GRANT FUNDING

ANNUAL CIVIL LEGAL AID GRANTS	2024	2025	2026	2027	2028
	Prior	Current	25%	10%	10%
Lakeshore Legal Aid - CALL	\$ 361,300	\$ 451,640	\$ 564,550	\$ 621,005	\$ 683,106
Michigan Poverty Law Program	\$ 473,000	\$ 591,264	\$ 739,080	\$ 812,988	\$ 894,287
Michigan Indian Legal Services	\$ 75,000	\$ 93,768	\$ 117,210	\$ 128,931	\$ 141,824
Michigan Immigrant Rights Center	\$ 75,000	\$ 93,768	\$ 117,210	\$ 128,931	\$ 141,824
Michigan Legal Services	\$ 327,080	\$ 408,868	\$ 511,085	\$ 562,194	\$ 618,413
Lakeshore Legal Aid	\$ 100,204	\$ 125,276	\$ 156,595	\$ 172,255	\$ 189,480
Legal Aid of Western Michigan	\$ 138,548	\$ 173,200	\$ 216,500	\$ 238,150	\$ 261,965
Legal Services of Eastern Michigan	\$ 78,020	\$ 97,544	\$ 121,930	\$ 134,123	\$ 147,535
Legal Services of Northern Michigan	\$ 75,000	\$ 93,768	\$ 117,210	\$ 128,931	\$ 141,824
Michigan Advocacy Program	\$ 152,714	\$ 128,392	\$ 160,490	\$ 176,539	\$ 194,193
	\$ 1,855,866	\$ 2,257,488	\$ 2,821,860	\$ 3,104,046	\$ 3,414,451
Increase year over year		\$ 401,622	\$ 564,372	\$ 282,186	\$ 310,405
		(average)	(average)	(average)	(average)
IOLTA Revenue Estimate Using Rate Data^{1, 2}		2.30%	2.05%	1.80%	1.68%
Estimated annual IOLTA revenue:	\$ 16,384,204	\$ 14,885,852	\$ 13,018,105	\$ 12,160,625	
Investment Interest	\$ 572,847	\$ 590,032	\$ 607,733	\$ 625,965	
Realized gain/(loss) on investments	\$ (272,547)	\$ (100,000)	\$ -	\$ 50,000	
Other expenses estimated	\$ (1,311,423)	\$ (1,616,677)	\$ (1,697,511)	\$ (1,782,386)	
Net IOLTA revenue available	\$ 15,373,081	\$ 13,759,207	\$ 11,928,327	\$ 11,054,203	
Legal Services portion ³	70%	\$ 10,761,156	\$ 9,631,445	\$ 8,349,829	\$ 7,737,942
Less: Annual Civil Legal Aid grants (above)		\$ 2,257,488	\$ 2,821,860	\$ 3,104,046	\$ 3,414,451
IOLTA Legal Services Net asset carryforward	\$ 17,827,888	\$ 26,331,556	\$ 33,141,141	\$ 38,386,924	\$ 42,710,416
Special Purpose Funding:					
Three Year CALL grant - \$4.05M		\$ 1,350,000	\$ 1,350,000	\$ 1,350,000	\$ -
Special grant award(s)		\$ 3,431,561	\$ 6,000,000	\$ 6,000,000	\$ -
TOTAL IOLTA Net Assets Used for Legal Services Funding		\$ 4,781,561	\$ 7,350,000	\$ 7,350,000	\$ -
Projected Ending IOLTA Legal Services Net Assets		\$ 21,549,995	\$ 25,791,141	\$ 31,036,924	\$ 42,710,416
IOLTA Grant Stabilization/Emergency Fund⁴					
Fund carryforward	\$ 4,500,000	\$ 4,500,000	\$ 7,600,000	\$ 7,600,000	\$ 7,600,000
Additional funding request		\$ 3,100,000	\$ -	\$ -	\$ -
Total Reserve		\$ 7,600,000	\$ 7,600,000	\$ 7,600,000	\$ 7,600,000
Legal Services Net Assets Less Stabilization Fund		\$ 13,949,995	\$ 18,191,141	\$ 23,436,924	\$ 35,110,416

NOTES:

- 1 - Utilized actual principal deposit data from Oct 2024 to May 2025 plus estimated principal deposit data for June 2025 to Sept 2025
- 2 - Projections utilizing average principal bank balance, interest earned, rate data, and Fed Fund Rate data and projections.
Rate shown is average for year.
- 3 - Historical Society receives \$50,000 plus cumulative compounded CPI. Excess is split equally to remaining three categories.
- 4 - The Grant Stabilization/Emergency Issues Fund includes \$4.6M for grant stabilization and \$3M for emerging needs. The amount of the Reserve Fund target minimum is calculated using the average of the upcoming year and two prior years of annual legal services operating grants multiplied by two.