

Michigan State Bar Foundation
Financial Statement Summary
December 31, 2025

Balance Sheet

- Included in cash and equivalents is \$5.7M in the Vanguard Money Market account.
- Included in accrued interest and receivables is \$1.5M of IOLTA interest receivable.
- Investments include \$38.6M in IOLTA funds, \$10M in ATJ funds and \$2.6M in MSBF funds.
- The \$1.6M increase in liability to MSC Payable - ATJ compared to the same time last year is reflective of increased IOLTA interest.
- Total net assets increased by \$6.9M compared to the same period last year. This is primarily due to increases in temporary net assets of \$5.8M for IOLTA, \$1.7M for ATJ, and \$981K in Special Funds, and decreases in net assets without donor restrictions of \$1.6M.

Statement of Activities

- IOLTA revenue through the first quarter is 29% of the annual budget. This reflects our conservative budget estimate.
- Pursuant to Board approval in November 2025, \$2.8M was recorded for annual civil legal aid grants and \$1.35M was recorded for the special annual grant initiative to Lakeshore Legal Aid-CALL.
- Eviction diversion grants for calendar 2026 were awarded and subsequently recorded in September 2025.
- Annual Civil Legal Aid Grants reflects total grants awarded for the calendar year but not yet paid.

Net Revenue

- Net revenue over expenses, year-to-date, is approximately \$1M, due to net revenue after grants of \$316K and unrealized investment gains of \$685K.

Grants Payable (Schedule I)

- We continue to award and pay grants per our budget, Committees, and Board approvals. Included in Annual Civil Legal Aid Grants is a 25% increase for programs for calendar year 2026, per Board approval.