



CLIENT SECURITY FUND COMMITTEE

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MEMO TO: Members, Executive Committee of the Superior Court

MEMO FROM: Hon. Douglas S. Lavine, Chair
Client Security Fund Committee

DATE: November 28, 2018

SUBJECT: Quarterly Report of the Client Security Fund Committee
July - September, 2018

Pursuant to Practice Book §2-72(e), the following is a report of the activities of the Client Security Fund Committee for the third quarter of calendar year 2018:

I. Claims Filed

Twenty-two (22) claims for reimbursement were filed with the Client Security Fund Committee during the quarter, for an annual total as of the end of the quarter of eighty-two (82) claims. The dollar amount of claims filed during the quarter was \$4,565,616.71. The annual total of claims filed as of the end of the quarter was \$6,976,374.72. The total number of claims pending before the committee as of the end of the quarter was one hundred and sixty-nine (169), with a total amount of claims pending of \$13,570,500.93.

II. Claims Approved

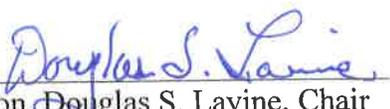
The Client Security Fund Committee approved reimbursement for twenty-one (21) claims during the quarter, and approved payments to those claimants in the amount of \$72,719.23. The committee also vacated a prior decision denying a claim and determined instead that the claim should be approved for a payment of \$4,500.00. The annual total of claims approved by the committee was ninety-one (91) as of the end of the quarter, with a total amount of payments approved of \$2,693,778.78 inclusive of the claim previously denied but later approved for payment during the quarter. The committee also denied twenty (20) claims totaling \$925,423.97 during the quarter, for an annual total of fifty-one (51) claims denied in the amount of \$2,493,207.91.

III. Fund Activity

The client security fund received \$195,307.00 in collections during the quarter from individuals obligated to pay the client security fund fee pursuant to Section §2-70 of the Practice Book. The client security fund also received \$63,994.08 in interest on the fund, and \$14,487.00 in restitution from attorneys or former attorneys whose conduct resulted in payments from the fund.

After deductions for expenses, payments to claimants, and other charges against the fund, including \$52,500.00 paid to the Lawyers' Assistance Program pursuant to Practice Book Section 2-73(f), the available balance in the fund as of the end of the quarter was \$14,395,712.62. A copy of the quarterly reconciliation of the client security fund prepared by the Judicial Branch Fiscal Administration office is attached.

Respectfully submitted,

 11/28/18
Hon. Douglas S. Lavine, Chair
Client Security Fund Committee

CLIENT SECURITY FUND
Fiscal Year 2018 - 2019
Quarterly Account Summary
July 1, 2018 through September 30, 2018

Available Cash Balance as of 7/1/2018		\$ 15,196,782.74
Cash Receipts (7/1/2018 - 9/30/2018)		
Fees Collected	\$	195,307.00
Donations Received	\$	23,354.24
Restitution	\$	14,487.00
Other Fund Revenue		0.00
Interest Earned ¹	\$	63,994.08
Bank Service Charges ²	\$	(1,647.69)
Bad Checks	\$	(262.50)
Restricted Revenue Refunds	\$	(17,004.88)
Total Cash Receipts		\$ 278,227.25
Total Cash Available		\$ 15,475,009.99
Cash Disbursements (7/1/2018 - 9/30/2018)		
Claims	\$	906,506.79
Personal Services - Permanent Full Time	\$	57,833.51
Longevity	\$	887.50
Accumulated Leave		0.00
Fringe Benefits	\$	56,408.07
Employee Allowances & Reportable Payments		0.00
In-State Travel		0.00
Mileage Reimbursement	\$	15.26
Other Settlements - Reportable	\$	3,187.94
Management Consultant Services - (Lawyers' Assistance Program)	\$	52,500.00
Fees and Permits	\$	405.75
Online Information Services	\$	40.30
Postage	\$	684.31
Translation & Interpretation		0.00
Office Equipment Lease/Rental	\$	618.36
Non-Controllable Software		0.00
Telephone	\$	48.54
Office Supplies	\$	161.04
Non-Controllable Property		0.00
Total Cash Disbursements		\$ 1,079,297.37
Available Cash Balance as of 9/30/2018		\$ 14,395,712.62

¹Transfer from State Treasurer for Interest Earned (April - June 2018)

²Charge by State Treasurer for Lockbox Banking Fees (January - March 2018)