



***LEGAL SERVICES CORPORATION***

**RESOLUTION OF THE LEGAL SERVICES CORPORATION  
BOARD OF DIRECTORS ESTABLISHING A FUNDING POLICY  
IMPLEMENTING THE \$15,000,000 RESCISSION OF THE  
CORPORATION'S FISCAL YEAR 1995 APPROPRIATION**

**WHEREAS**, a rescission of \$15,000,000 of the Legal Services Corporation's fiscal year ("FY") 1995 appropriation has been enacted, which, to the maximum extent possible, is to be taken from programs that do not provide direct legal services to individuals; and

**WHEREAS**, although not enacted, in H.R. 1158, Congress expressed its intention as to the allocation of the \$15,000,000 rescission among the specific line items in the Corporation's FY 1995 appropriation; and

**WHEREAS**, Congressional funding formulae and Corporation policy in FY 1994 and FY 1995 have endeavored to achieve greater equalization in the distribution of funds and services among the population served by grantees while, at the same time, maintaining the operating capabilities of those recipients already funded at or above the equalization funding goals.

**NOW, THEREFORE, BE IT RESOLVED** that to implement this rescission, the Board of Directors hereby adopts the following funding policy:

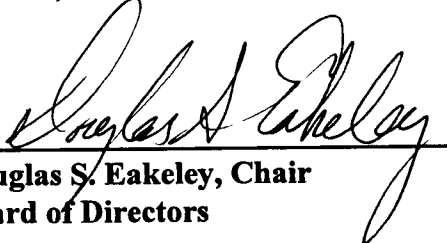
- (1) allocation of the rescission shall be accomplished by distributing the \$15,000,000 rescinded among the Corporation's budget lines as set out in H.R. 1158;
- (2) available carryover in each grant line will be used along with appropriated funds in all rescission calculations;
- (3) in all budget lines in which grant increases in FY 1994 and FY 1995 were awarded on the basis of across-the-board percentage increases in addition to the prior year's funding (Native American, Supplemental Field, National Support, Clearinghouse and Computer Assisted Legal Research), the rescission shall be effected by across-the-board percentage decreases in the amount necessary to reduce the total budget line to the post-rescission level;
- (4) in budget lines in which Congressional funding formulae and Corporation policy in FY 1994 and FY 1995 have endeavored to achieve greater equalization in the distribution of funds and services among the population served by grantees (Basic Field, Migrant, State Support, and Regional Training), a substantial portion of the increased equalization shall be preserved by implementing the rescission as follows:

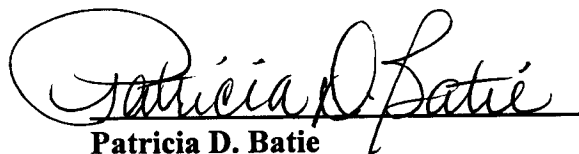
**RESOLUTION: FUNDING POLICY IMPLEMENTING THE  
\$15,000,000 RESCISSION OF FY 1995 APPROPRIATION**

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- (a) in accordance with the Congressional funding formula set out in section 403(a) of Public Law 103-317, the amount to be rescinded from the FY 1995 Basic Field budget line will be taken by equal percentage reductions of the FY 1995 increases in Basic Field grants;
- (b) seventy-five percent of the amount to be rescinded from the FY 1995 Migrant, State Support, and Regional Training budget lines will be taken by equal percentage reductions in Migrant, State Support and Regional Training grants;
- (c) twenty-five percent of the amount to be rescinded from FY 1995 Migrant, State Support and Regional Training budget lines will be taken by equal percentage reductions of the FY 1995 increase in Migrant grants and of the FY 1994 plus FY 1995 increases in State Support and Regional Training grants;
- (d) the actual percentage reductions within each budget line (Basic Field, Migrant, State Support, and Regional Training) will be determined by the amount necessary to accomplish rescission.

**Adopted by the Board of Directors on  
June 14, 1995**

  
**Douglas S. Eakeley, Chair  
Board of Directors**

  
**Patricia D. Batie  
Corporation Secretary**

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