



**MLSC**

[www.micronesianlegal.org](http://www.micronesianlegal.org)

Lee Pliscou June 2025

Disclosure concerning funds provided to MLSC:

### **1. Post-Year-End Expense Reallocation**

Micronesian Legal Services Corporation (MLSC) reallocates direct and indirect expenses after the close of each fiscal year (December 31), based on actual year-end expenses and revenues. This reallocation is conducted in accordance with our Cost Allocation Policy and U.S. federal cost principles. As such, the allocations reflected in reports made during the year are preliminary and may be adjusted during our year-end reconciliation process.

### **2. Indirect Cost Requirements and Estimate**

MLSC is required by U.S. federal regulation (2 C.F.R. § 200.405) and by the Legal Services Corporation (LSC) to allocate indirect costs proportionally across all of our funding sources. We determine our actual indirect cost rate after the fiscal year ends, using actual financial data. For current planning and reporting purposes, we estimate our indirect cost rate at 20%. (See, <https://www.ecfr.gov/current/title-45/subtitle-B/chapter-XVI/part-1630/subpart-B/section-1630.5> .)

### **3. Use of Funds Disclaimer**

MLSC is funded in part by the Legal Services Corporation (“LSC”). As a condition of the funding it receives from LSC, it is restricted in certain activities in all of its legal work—including work supported by other funding sources. MLSC may not expend any funds for any activity prohibited by the Legal Services Corporation Act, 42 U.S.C. 2996 et seq. or by Public Law 104-134. Public Law 104-234 §504(d)a requires that notice of these restrictions be given to all funders and contributors to programs funded by the Legal Service Corporation.

For more information, please contact MLSC Executive Director Lee Pliscou at [lee@mlscnet.org](mailto:lee@mlscnet.org)

