

Notice regarding
Unclaimed or Unidentified IOLTA funds
Pursuant to Rule 1.15:

If you are a lawyer or lawyer's representative with IOLTA accounts and have been unable to identify the source or locate the owner of certain funds in your existing IOLTA accounts, pursuant to Rule 1.15, moribund or inactive IOLTA accounts are not to be escheated to the general treasury but are to be addressed through this Rule and the funds are to be remitted to the RI Bar Foundation as IOLTA funds.

To initiate the necessary steps to invoke this Rule and to remit funds to the RI Bar Foundation, attached is form "Rule 1.15 Remittance of IOLTA Funds to the Rhode Island Bar Foundation." Please complete and submit to the RI Bar Foundation.

If you have any questions, please contact:

Theresa Gallo
Program Director
Rhode Island Bar Foundation
41 Sharpe Drive
Cranston, RI 02920
401-421-6541
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RULE 1.15 REMITTANCE OF IOLTA FUNDS TO
THE RHODE ISLAND BAR FOUNDATION

Date: _____

1. Name of IOLTA Account Owner: _____

Phone: _____ Email: _____ Fax: _____

Address: _____

2. Is IOLTA Account Owner: suspended disbarred deceased disappeared NA

3. Has Substitute Counsel Been Appointed for IOLTA Account Owner? yes no NA

If yes, provide contact information for substitute counsel:

Substitute Counsel: _____

Phone: _____ Email: _____ Fax: _____

Address: _____

4. Name of Filer: _____

Phone: _____ Email: _____ Fax: _____

Address: _____

- check here if Filer is IOLTA account owner
- check here if Filer is substitute counsel
- check here if Filer is personal representative of estate/trust of deceased IOLTA account owner
- check here if Filer is personal representative of deceased IOLTA account owner
- check here if Filer is attorney for personal representative of deceased IOLTA owner

5. Name and address of bank where IOLTA account is held:

6. IOLTA Account Number(s): _____

7. Last known name and address of the owner(s) of remitted funds (if known):

Attach a separate sheet if necessary.

8. The amount remitted: \$ _____

9. A description of the efforts taken by the lawyer to identify and find the owner(s) of remitted funds. Please give as much detail and information as possible. Attach a separate sheet if necessary.

AFFIDAVIT

STATE OF _____

COUNTY OF _____

I, _____, being duly sworn, affirm that I have performed due diligence in attempting to identify or locate the owner(s) of the listed IOLTA funds, but I have been unable to identify or locate the owner(s).

Signature

Print Name

Subscribed and sworn to before me this ___ day of _____, 20____.

Notary Public

My comm. expires: _____

Rule 1.15. Safekeeping property. (a) * * *

(g)(1) If, after the exercise of due diligence, a lawyer is unable to identify or locate the owner(s) of funds deposited in that lawyer's IOLTA account, the lawyer shall remit those funds to the Foundation to be used consistent with the purposes listed in Rule 1.15(h). Provided the lawyer has exercised reasonable diligence, the lawyer's act of remitting IOLTA account funds that have remained unclaimed or the owner(s) unidentified shall not be deemed a violation of the rules of Professional Conduct. Upon remission of such funds, the lawyer shall provide to the Foundation a statement of the last known address of the owner(s) of the funds, if known to the lawyer; the amount remitted; a description of the efforts taken by the lawyer to find the owner(s) of the remitted funds; and, if the lawyer is unable to determine and identify the owner of the funds, a description of the efforts taken by the lawyer to identify the owner of the remitted funds.

(2) In the event an attorney is suspended, disbarred, or deceased and another attorney or Disciplinary Counsel is appointed pursuant to Supreme Court Rules, Art. III, Rule 18, as substitute counsel or other similar designation to inventory the files and accounts of the suspended or disbarred attorney, and such substitute counsel discovers an existing IOLTA account in the name of the suspended or disbarred attorney, the substitute counsel shall exercise reasonable diligence to identify or locate the owner(s) of funds deposited in the suspended or disbarred attorney's IOLTA account. If, after the exercise of reasonable diligence, the substitute counsel is unable to identify or locate the owner(s) of funds deposited in the suspended or disbarred lawyer's IOLTA account, the substitute counsel shall remit those funds to the Foundation to be used consistent with the purposes listed in Rule 1.15(h). With the remission of the funds to the Foundation, the substitute counsel shall provide the information set forth in (g)(1), to the extent such information is known to the substitute counsel.

(3) If the personal representative (executor, administrator, trustee, guardian) of the estate or trust of a deceased attorney or the attorney for the personal representative, discovers an open IOLTA trust account in the name of the deceased attorney:

(i) The personal representative of the deceased lawyer or the attorney for the personal representative shall hold the account in the personal representative's name and capacity or in the name of the attorney for the personal representative for the purposes of this rule only and only for such time as the personal representative shall reasonably take to comply with this rule. The funds in such account are not the property of the estate or trust of the deceased lawyer.

(ii) The personal representative of the deceased lawyer or the attorney for the personal representative shall exercise reasonable diligence to identify the owner(s) of the funds held in the IOLTA account. If, after the exercise of reasonable diligence, the personal representative or the attorney is unable to identify the owner(s) of the funds held in the IOLTA account, those funds shall be remitted to the Foundation by the personal representative or the attorney to be used consistent with the purposes listed in Rule 1.15(h). With the remission of the funds to the Foundation, the personal representative or the attorney shall provide the information set forth in (g)(1), to the extent such information is known to the personal representative.

(4) The Foundation shall maintain a record of each remittance received pursuant to this rule for at least three years.

(i) If, within three years of the remission of the funds to the Foundation, the lawyer who remitted the funds learns of the original owner of the funds or a claim to the funds is made to the lawyer, and the lawyer believes the claimant is the original owner of the funds, the lawyer shall notify the Foundation and shall provide to the Foundation the name of such claimant and the amount being claimed. The lawyer shall notify the claimant that the funds have been remitted to the Foundation and the claimant's right to seek repayment from the Foundation. The lawyer, on behalf of the claimant, or the claimant may make a claim for return of the amount of the remitted funds.

(ii) If, within three years of the remission of the funds to the Foundation, the personal representative of a deceased lawyer or the attorney representing the personal representative learns of the original owner of the funds or a claim to the funds is made to the personal representative or the attorney, and the personal representative or the attorney believes the claimant is the original owner of the funds, the personal representative or the attorney shall notify the Foundation and shall provide to the Foundation the name of such claimant and the amount being claimed. The personal representative shall also notify the claimant that the funds have been remitted to the Foundation and the claimant's right to seek repayment from the Foundation. The personal representative or the attorney, on behalf of the claimant, or the claimant may make a claim for return of the amount of the remitted funds.

(iii) If, within three years of the remission of the funds to the Foundation, the substitute counsel who remitted the funds learns of the original owner of the funds or a claim to the funds is made to the substitute counsel, and the substitute counsel believes the claimant is the original

owner of the funds, the substitute counsel shall notify the 3 Foundation and shall provide to the Foundation the name of such claimant and the amount being claimed. The substitute counsel shall also notify the claimant that the funds have been remitted to the Foundation and the claimant's right to seek repayment from the Foundation. The substitute counsel, on behalf of the claimant, or the claimant may make a claim for return of the amount of the remitted funds.

(iv) Within three years of the remission of the funds to the Foundation, a putative owner may make a direct claim against the Foundation for return of the amount of the remitted funds.

(5) Upon receipt of a claim from the lawyer, substitute counsel, the personal representative or the attorney for the personal representative, or a direct-claimant:

(i) The President of the Board of Directors of the Foundation shall appoint one or more members of the Board of Directors of the Foundation to review the claim and report to the board whether the claim should be accepted or rejected, in whole or in part. Upon receiving the report, the board shall consider the report and determine whether to accept or reject the claim, in whole or in part.

(A) If the claim is accepted, the lawyer, substitute counsel, the personal representative or the personal representative's attorney, or a direct-claimant shall be notified and, unless the lawyer, substitute counsel, the personal representative or the attorney, or a direct claimant rejects the Foundation's proposal for resolution, within a reasonable period of time not to exceed 45 days, the Foundation shall pay over to the lawyer, substitute counsel, the personal representative or the attorney, or a direct-claimant the amount so determined.

(B) If the claim is rejected or the lawyer, substitute counsel, the personal representative, or a direct-claimant disputes the amount of the claim proposed by the Foundation, the lawyer, substitute counsel, personal representative, or direct-claimant may make a request to initiate an arbitration.

(ii) If the lawyer, substitute counsel, the personal representative or attorney, or a direct-claimant requests to arbitrate the claim, the President shall appoint an arbitrator to hold a hearing, evaluate the claim, and determine whether the lawyer, substitute counsel, the personal representative or attorney, or a direct-claimant has adequately established the owner(s) of the funds. The lawyer, substitute counsel, the personal representative or attorney, or a direct-claimant shall bear the burden of establishing entitlement to the remitted funds. If the lawyer, substitute counsel, the personal representative or attorney, or a direct-claimant establishes to the

satisfaction of the arbitrator that the lawyer, substitute counsel, the personal representative or attorney, or a direct-claimant is the owner of the funds and the amount of the funds belonging to that lawyer, substitute counsel, the personal representative or the attorney, or a direct-claimant, the Foundation shall pay over to the lawyer, substitute counsel, the personal representative or the attorney, or a direct-claimant the amount of such funds, without interest or attorney fees, within a reasonable period of time not to exceed 45 days.

(6) If no claim is made to the remitted funds within three years of the funds having been remitted to the Foundation, the Foundation may treat the remission as final and shall not be obligated to arbitrate such claim or to pay over any amount to any claimant.

(h) Interest paid to the Foundation shall be used for any of the following purposes: providing legal services to the poor of Rhode Island; improving the delivery of legal services; promoting knowledge and awareness of the law; improving the administration of justice; and for the reasonable costs of administration of IOLTA accounts under this Rule.

(i) Nothing in this Rule shall preclude a lawyer or law firm from depositing any funds of a client other than those funds described in paragraph (f) of this Rule in an interest bearing account and accounting for the interest to such client.