

CLEVELAND PUBLIC LIBRARY

Finance Committee

December 13, 2022

RESOLUTION TO ADVANCE CASH FROM THE GENERAL FUND TO THE EARLY LITERACY FUND

WHEREAS, ***Ohio Revised Code*** Section 5705.14 provides for the transfer and advance of funds from the General Fund to other funds; and

WHEREAS, Libraries generally do not follow ORC Section 5705 for budgetary compliance, so the Library looks to the Auditor of State Bulletin 1997-003 to provide guidance pertaining to the accounting treatment for inter-fund cash advances; and

WHEREAS, On October 20, 2022, the Library Board of Trustees accepted grant funds from United Way of Greater Cleveland for Family Space Programs and the Library has executed an agreement on November 2, 2022. United Way will issue an initial payment and monthly payments for services rendered between November 15, 2022 through December 31, 2023; and

WHEREAS, A cash advance from the Library's General Fund to the Early Literacy Fund is a desirable method of resolving cash flow problems without the necessity of incurring additional interest expense for short-term loans and to provide the necessary "seed" for grants that are allocated on a reimbursement basis; now therefore be it

RESOLVED, That the Board of Library Trustees authorizes that the General Fund advance cash in the amount of \$47,214.58 to the Early Literacy Fund for the same purposes for which the fund was established, and for which repayment in an equal amount is made within a year or until all requests for reimbursements have been received.