

**CLEVELAND PUBLIC LIBRARY**

**Finance Committee**

November 19, 2013

**RESOLUTION TO ADVANCE CASH FROM THE GENERAL FUND TO THE MYCOM FUND AND TO THE OHIO LIBRARY FOR THE BLIND AND PHYSICALLY DISABLED (OLBPD) 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 17, 2013, the Library Board of Trustees authorized the Executive Director to enter into an agreement with the Child Care Resource Center of Cuyahoga County Inc. (dba Starting Point) for MyCom out-of-school time transitions program. Starting Point will reimburse the Library on a monthly basis in a total amount not to exceed \$94,640; and

WHEREAS, On September 19, 2013, the Library Board of Trustees accepted the State Library of Ohio funding award of \$1,508,194 and entered into an agreement with the State Library Ohio. The State Library of Ohio pays the Library on a monthly basis; and

WHEREAS Therefore, a cash advance from the Library's General Fund to the MyCom Fund and to the OLBPD 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 General Fund advance cash in the amount of \$94,640 to the MyCom Fund and \$60,000 to the OLBPD Fund for the same purposes for which the funds were established, and for which repayment in an equal amount is made within a year.