

CLEVELAND PUBLIC LIBRARY

Board Meeting
February 18, 2021

RESOLUTION TO ADVANCE CASH FROM THE GENERAL FUND TO THE TECH CENTERS 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, At this month's Board meeting, the Library Board of Trustees is considering accepting grant funds from Best Buy in the amount of \$50,000. Best Buy will pay the Library 80% of the Grant, or \$40,000, upon receipt of signed contracts and the remaining 20%, or \$10,000, will be paid upon receipt of year end reports, which will occur after January 31, 2022; and

WHEREAS, A cash advance from the Library's General Fund to the Tech Centers 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, Upon adoption of the Resolution to accept grant funds from Best Buy, this Board authorizes that the General Fund advance cash in the amount of \$10,000 to the Tech Centers Fund for the same purposes for which the funds were established, and for which repayment in an equal amount is made within a year.