

CLEVELAND PUBLIC LIBRARY

Finance Committee

January 18, 2022

RESOLUTION TO AUTHORIZE PAYMENT OF FEES TO THE CLEVNET SPECIAL REVENUE FUND COVERING THE PERIOD JANUARY 1, 2022 THROUGH DECEMBER 31, 2022

- WHEREAS, During CLEVNET’s strategic planning process, the CLEVNET Directors’ Panel asked Cleveland Public Library to investigate ways to move CLEVNET revenue out of the General Fund to improve how the financial information is captured; and
- WHEREAS, On October 16, 2014, the Board of Trustees of the Cleveland Public Library authorized the Chief Financial Officer to take the necessary steps to create a CLEVNET Special Revenue Fund. As of January 1, 2015, the CLEVNET Special Revenue Fund (#231) was created; and
- WHEREAS, Upon implementation of the Government Finance Officers Association’s (“GFOA”) updated pricing model in 2019, one of the recommendations made was to allocate direct and indirect costs over 12 months and make year-end adjustments based on the actual expenditures. The first 12 months of direct and indirect costs within a calendar year was December 31, 2020; and
- WHEREAS, On September 30, 2020, the CLEVNET Executive Panel discussed the unencumbered balance of the CLEVNET Special Revenue Fund and all agreed that a third of the balance is to be reserved for unforeseen future expenses; a third for the network; and a third to be applied to the overhead costs reimbursed to the Cleveland Public Library; and
- WHEREAS, On October 29, 2021, the 2022 CLEVNET Fees were presented at the CLEVNET Directors’ Meeting. The Cleveland Public Library’s initial monthly contract cost was \$132,075.53 which included Ohio Library for the Blind and Physically Disabled, from January 1, 2022 through December 31, 2022, for a total initial annual cost of \$1,584,906.35; and
- WHEREAS, Upon closing December 2021, the 2022 CLEVNET Fees were updated to reflect a reduction of one-third of the CLEVNET Special Revenue’s unencumbered balance. The Cleveland Public Library’s updated monthly contract cost is \$120,967.56 which includes Ohio Library for the Blind and Physically Disabled, from January 1, 2022 through December 31, 2022, for a total annual cost of \$1,451,610.77; now therefore be it
- RESOLVED, That the Board of Trustees authorizes the payment of \$1,451,610.77 to the CLEVNET Special Revenue Fund effective January 1, 2022, with the expenditure being charged to General Fund account 13010053-53900 (Other Purchased Services).

Projected Shared Contract Costs

2022 CONTRACT COSTS (SHARED COSTS)	
Personnel	2,034,598.82
Hardware/Software	320,190.87
Maintenance	1,296,700.00
Electronic Database Access	1,098,933.49
<u>Other</u>	<u>346,450.00</u>
Subtotal Direct Shared Costs	5,096,873.18
Administration	347,655.75
Buildings	3,504.90
Security	2,715.87
<u>Motor Vehicles</u>	<u>0.00</u>
Subtotal Overhead Costs	353,876.52
Less 1/3 of 12/31/21 Unencumbered Balance	(458,425.08)
Total Shared Contract Costs	4,992,324.62
Pricing Measurements	
Total Inventory (25%)	1,248,081.15
Active Users (25%)	1,248,081.15
Square Footage (25%)	1,248,081.15
Total Circulation (25%)	1,248,081.15
	4,992,324.62

Costs Effective January - December 2022

	2022	Monthly
Contract Library	Total Cost	Jan 22-Dec 22
Andover	14,275.19	1,189.60
Barberton	59,935.38	4,994.62
Bellevue	29,727.85	2,477.32
Birchard	79,546.39	6,628.87
Bristol	18,413.15	1,534.43
Burton	32,739.11	2,728.26
Cleveland Heights	238,077.57	19,839.80
Clyde	19,515.95	1,626.33
Conneaut	25,660.52	2,138.38
East Cleveland	40,215.94	3,351.33
Elyria	136,966.09	11,413.84
Euclid	121,586.70	10,132.22
Fairport	12,631.05	1,052.59
Geauga	292,137.13	24,344.76
Girard	27,565.23	2,297.10
Harbor-Topky	20,890.36	1,740.86
Henderson	24,924.34	2,077.03
Hubbard	29,908.82	2,492.40
Hudson	127,988.86	10,665.74
Huron	39,149.64	3,262.47
Kingsville	14,475.61	1,206.30
Kinsman	21,706.52	1,808.88
Kirtland	24,585.37	2,048.78
Lorain	248,474.40	20,706.20
Madison	57,753.60	4,812.80
McKinley	39,288.00	3,274.00
Medina	332,292.71	27,691.06

Costs Effective January - December 2022

	2022	Monthly
Contract Library	Total Cost	Jan 22-Dec 22
Mentor	128,720.89	10,726.74
Milan	29,561.39	2,463.45
Morley	84,873.96	7,072.83
Newton Falls	23,818.34	1,984.86
Norwalk	26,585.32	2,215.44
Orrville	53,779.82	4,481.65
Peninsula	16,822.05	1,401.84
Perry	29,236.83	2,436.40
Ritter	50,530.38	4,210.86
Rock Creek	8,771.61	730.97
Rocky River	105,316.84	8,776.40
Sandusky	83,418.25	6,951.52
Shaker Heights	124,589.79	10,382.48
Stow-Munroe Falls	83,198.60	6,933.22
Twinsburg	121,799.62	10,149.97
Wayne County	220,383.14	18,365.26
Wickliffe	46,453.78	3,871.15
Willoughby Eastlake	151,183.13	12,598.59
Cleveland Law Library	21,238.66	1,769.89
Cleveland Public Library	1,451,610.77	120,967.56
Total	4,992,324.62	416,027.05