

CLEVELAND PUBLIC LIBRARY

Finance Committee

December 13, 2016

RESOLUTION TO ADVANCE CASH FROM THE GENERAL FUND TO THE MYCOM 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 additional grant funds from the Child Care Resource Center of Cuyahoga County, Inc. (dba Starting Point) to enable the Library to continue to provide vital after-school tutoring services from October 1, 2016 through January 1, 2017 at four Cleveland Public Library branches for approximately 80 children in an amount not-to-exceed \$15,750. Starting Point will reimburse the Library on a monthly basis in a total amount not to exceed \$15,750 and to date, \$15,750 remains unpaid; and

WHEREAS, Therefore, a cash advance from the Library's General Fund to the MyCom 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 \$15,750 to the MyCom Fund for the same purposes for which the funds were established, and for which repayment in an equal amount is made within a year.