

MEETING DATE: September 24, 2020

TO: Library Board of Trustees

FROM: Judy Booth, Library Director

SUBJECT: 2020-21 FOUNDATION PLEDGE TO THE LIBRARY

SUMMARY

The Foundation Board voted on February 25, 2020 to pledge \$39,788 to the library at a future date.

RECOMMENDATION

Request the Foundation to fulfill their pledge and donate \$39,788 to the Library in the current calendar year.

FISCAL IMPACT

Fulfilling the Foundation's pledge would increase the Foundation Restricted Account by \$39,788.

DISCUSSION

The Fullerton Public Library Foundation uses a formula in their annual spending policy which is as follows:

Distribution of Funds

In order to reduce spending volatility and ensure the preservation of the long-term purchasing power of the Endowment/Investment Fund, the annual spending policy shall be to spend an amount not (sic) exceed five percent of the moving three-year average of the total market value of the invested funds. The moving three-year average will be calculated using values of December 31 of each year, in order to facilitate the development of the Endowment/Investment Fund income portion of the annual budget. By a majority vote funds will be distributed during the year.

At the Foundation's monthly meeting of February 25, 2020 the Foundation Board voted to pledge \$39,788 to the Fullerton Public Library. When received the Library will deposit the anticipated check in the Foundation Restricted Account which is separate from the City's General Fund.

ATTACHMENT:

- Reg Bus Item 5, Attachment 1, Letter to Foundation of 2020 Pledge to the Library dated September 24, 2020.