

RESOLUTION NO. 2017-06

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
SCOTIA COMMUNITY SERVICES DISTRICT
ESTABLISHING AN ALTERNATIVE DEPOSITORY OF DISTRICT FUNDS IN
ADDITION TO COUNTY TREASURY**

WHEREAS, the Board of Directors of the Scotia Community Services District (“SCSD” or the “District”) finds as follows:

- A. The SCSD is a community services district organized and operating pursuant to California Government Code Section 61000 et seq.
- B. Pursuant to Government Code Sections 61050(b) and 61052(b), the Humboldt County Treasurer is required to serve as the Treasurer of the SCSD and be the depository and maintain custody of all the SCSD’s money, unless the District establishes an alternative depository pursuant to Government Code Section 61053.
- C. In order for the District to establish an alternative depository pursuant to Government Code Section 61053, the District’s Board of Director’s (“the Board”) must appoint a District Treasurer to serve in addition to the County Treasurer in accordance with Government Code Sections 61050(b) and 61053(b).
- D. Pursuant to Gov’t Code Section 61050(c), the Board may appoint the same person to serve as the General Manager and as the Treasurer of the District.
- E. The Board wishes to adopt this Resolution pursuant to Gov’t Code Section 61053(c) to establish an alternative depository of District funds in place of the County Treasury.

NOW, THEREFORE, BE IT RESOLVED THE BOARD OF DIRECTORS of the Scotia Community Services District does hereby resolve as follows:

1. Pursuant to Gov’t Code Section 61053(c)(1), the Board formally states its intention to withdraw money from the County Treasury.
2. The Board hereby appoints the General Manager or his designee to also serve as the District’s Treasurer, in addition to the County Treasurer.
3. Pursuant to Gov’t Code Section 61050(f), 61053(c)(2), and 61066, the Board hereby requires the District Treasurer, and all the other District employees who are responsible for handling the District’s finances, to be bonded. The amount of the bonds shall be set at a minimum of ten (10%) of the District’s yearly budget but shall not be less than the average savings amount on deposit. The Board may adjust this amount as necessary. The District shall pay the costs of the bonds.
4. Pursuant to Gov’t Code Section 61053(c)(3), in October of 2016, the Board adopted a Financial Management Policy that included a system of accounting and auditing and is incorporated herein by this reference. The District’s system of accounting and auditing shall completely and at all times show the District’s financial condition and adhere to generally accepted accounting principles.

5. Pursuant to Gov't Code Section 61053(c)(4), in October of 2016, the Board adopted a Financial Management Policy that included a procedure for drawing and signing checks that adhere to accepted accounting principles.
6. Pursuant to Gov't Code Section 61053(c)(5), the Board hereby designates Redwood Capital Bank as an additional depository of the District's money.
7. Pursuant to Gov't Code Section 61053(e), in implementing this Resolution, the District shall comply with all applicable provisions of the Gov't Code Section 53600, et seq., and Government Code Section 53630, et seq.
8. Pursuant to Government Code Section 61053(f), the District Treasurer shall provide monthly reporting to the Board, as the Board shall determine, regarding the receipts and disbursements and balance in the accounts controlled by the District Treasurer. The District Treasurer shall sign the reports and file them with the District's General Manager.
9. The provisions of this Resolution shall take effect immediately upon adoption.

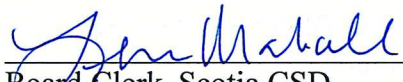
PASSED, APPROVED AND ADOPTED this 18th day of May, 2017 by the following vote of the governing body:

APPROVED:



Rick Walsh, Board President, Scotia CSD

ATTEST:



Board Clerk, Scotia CSD

CLERK'S CERTIFICATE

I hereby certify that the foregoing is a true and correct copy of Resolution No. 2017-6, passed and adopted at a special meeting of the Board of Directors of the Scotia Community Service District, County of Humboldt, State of California, held on the 18th day of May, 2017, by the following vote:

AYES: Bristol, Mcknight, Newmaker, Pngor, Walsh
NOES: Ø
ABSENT: Ø
ABSTENTIONS: Ø



Board Clerk, Scotia CSD