

## Senate Bill No. 288

### CHAPTER 66

An act to amend Sections 53952 and 53961 of the Government Code, relating to local government.

[Approved by Governor July 7, 2011. Filed with Secretary  
of State July 8, 2011.]

#### LEGISLATIVE COUNSEL'S DIGEST

SB 288, Negrete McLeod. Local government: independent special districts.

Existing law authorizes the governing board of a special district, by resolution, to provide for the establishment of a revolving fund, in an amount not to exceed \$1,000, to be used to make change and pay small bills directly, and requires the resolution establishing the fund to make specified designations relating to the purposes for which the fund may be expended, the district officer with authority and responsibility over the fund, the necessity for the fund, and the maximum amount of the fund.

The Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 sets forth the definition of an independent special district.

This bill would additionally authorize the governing board of an independent special district, as defined, to provide, by resolution, for the establishment of a revolving fund in an amount not to exceed 110% of  $\frac{1}{12}$  of the independent special district's adopted budget for that fiscal year, and would require the resolution establishing the fund to make specified designations relating to the purposes for which the fund may be expended, the district officer with authority and responsibility over the fund, the necessity for the fund, and the maximum amount of the fund.

*The people of the State of California do enact as follows:*

SECTION 1. Section 53952 of the Government Code is amended to read:

53952. (a) The governing board of a special district may, by resolution, provide for the establishment of a revolving fund in an amount not to exceed one thousand dollars (\$1,000) to be used to make change and pay small bills directly. The resolution which establishes the district revolving fund shall designate all of the following:

- (1) The purposes for which the fund may be expended.
- (2) The officer of the district who shall have authority to make disbursements from the fund and be responsible for keeping account of all receipts and disbursements from the fund.

- (3) The necessity for the fund.
- (4) The maximum amount of the fund.

(b) In addition to the authority granted by subdivision (a), an independent special district, as defined in Section 56044, may by resolution provide for the establishment of a revolving fund in an amount not to exceed 110 percent of one-twelfth of the district's adopted budget for that fiscal year. The fund may be used to pay any authorized expenditures of the independent special district. The resolution that established the district revolving fund shall conform with the designations required by subdivision (a).

SEC. 2. Section 53961 of the Government Code is amended to read:

53961. The governing board of a mosquito abatement district or a vector control district organized pursuant to the Mosquito Abatement and Vector Control District Law, Chapter 1 (commencing with Section 2000) of Division 8 of the Health and Safety Code, may by resolution provide for the establishment of a revolving fund in an amount not to exceed 110 percent of one-twelfth of the district's adopted budget for that fiscal year. This fund, which shall replace the fund authorized by subdivision (a) of Section 53952, may be used to pay any authorized expenditures of the district. The resolution that established the district revolving fund shall conform with the designations required by subdivision (a) of Section 53952.