

FEATHER RIVER AIR QUALITY MANAGEMENT DISTRICT
MEMORANDUM
10/05/2026

TO: FRAQMD BOARD OF DIRECTORS

FROM: Christopher D. Brown, AICP, APCO

SUBJECT: Adopt Resolution authorizing District staff to use rounding methodology in SB 1005 for payments made wholly or partly with cash.

RECOMMENDATION:

Adopt the attached Resolution and Direct the APCO to implement rounding for payments made wholly or partly with cash.

ALTERNATIVE:

Provide direction to staff.

BACKGROUND:

There is a nationwide shortage of pennies in the United States which is creating difficulty for agencies who receive cash payments. As a result the Legislature adopted SB 1005 as an urgency measure in the last session and the law was signed by the Governor. As an urgency measure this law takes effect immediately. The District Board is required to approve a resolution authorizing the Agency to implement rounding for wholly or partial cash payments.

Staff will need to make changes to accounting procedures before implementing rounding.

FISCAL IMPACT:

No change to revenue is expected, but changes to accounting processes may be required.

LIST OF ATTACHMENTS

Resolution #2026-12

**RESOLUTION #2026-12 OF THE BOARD OF DIRECTORS AUTHORIZING THE
ROUNDING OF CASH PAYMENTS AND CASH REFUNDS**

WHEREAS, Government Code section 6158 authorizes a local agency to round the amount of any payment made wholly or partly in cash to the local agency, or any refund or other amount tendered wholly or partly in cash by the local agency, to the nearest five cents (\$0.05); and

WHEREAS, Government Code section 6158 applies to a local agency only if the governing body of the local agency adopts, by majority vote, a resolution to make that section applicable to the local agency; and

WHEREAS, for purposes of Government Code section 6158, "local agency" has the same meaning as defined in Government Code section 54951, which includes "districts" such as air districts; and

WHEREAS, for purposes of Government Code section 6158, "payment" means any tax, fee, or charge paid to the local agency, or other funds tendered to the local agency for any license, permit, or public service, or in payment of any trust deposit, including any payment set forth in subdivision (b) of Section 6159; and

WHEREAS the Feather River Air Quality Management District desires to implement rounding to the nearest five cents (\$0.05) for qualifying cash transactions to improve efficiency while ensuring transparent accounting and appropriate deposit and use of any rounded amounts.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Feather River Air Quality Management District adopts this resolution and makes Government Code section 6158 applicable to the Feather River Air Quality Management District ("District"); and

BE IT FURTHER RESOLVED THAT the District is authorized to round the total amount due for any qualifying cash payment to the nearest five cents (\$0.05), as follows: amounts with a remainder of \$0.01 or \$0.02 shall round down to \$0.00; amounts with a remainder of \$0.03 or \$0.04 shall round up to \$0.05; amounts with a remainder of \$0.06 or \$0.07 shall round down to \$0.05; and amounts with a remainder of \$0.08 and \$0.09 shall round up to \$0.10; and

BE IT FURTHER RESOLVED THAT for cash refunds or other amounts tendered by the District, the amount shall be rounded to the nearest five cents (\$0.05) using the same standards as set forth in the preceding paragraph; and

BE IT FURTHER RESOLVED THAT rounding of amounts due, refunds, or other amounts tendered applies when the transaction is made wholly or partly in cash; and

BE IT FURTHER RESOLVED THAT the rounding authorized by this resolution affects only the cash amount actually collected from or disbursed to the payer or payee, and does not alter the underlying fee, tax, charge, or principal obligation as set forth by law of adopted fee schedule.

PASSED AND ADOPTED by the Feather River Air Quality Management District on October 5th, 2026, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Chairman

ATTEST:

APPROVED FOR LEGAL FORM:
