

Policy Type:	Finance Policy
Policy No:	201
Title:	Bonds & Insurance
Date Reviewed:	March 25, 2025
Date Revised:	January 21, 2020

SUBJECT: BONDS AND INSURANCE

I. OBJECTIVE: To provide adequate protection for SMPA assets and property against loss due to improper actions by officers, agents and employees and to provide for adequate insurance coverage to protect SMPA assets, property, officers, agents and employees against loss and liability during the ordinary course of business operations.

II. POLICY:

- A. The Board of Directors may require surety bonds for any officer, agent, or employee who may be charged with the responsibility for the custody of any funds or property of SMPA. Those officers, agents and employees to be covered, and the adequacy of coverage shall be determined by the Board of Directors from time to time.
- B. The Board of Directors shall require adequate insurance coverage to protect SMPA assets, property, officers, agents and employees against loss and liability in the ordinary course of business operations.

III. RESPONSIBILITY: It shall be the responsibility of the General Manager/CEO to see that this policy is implemented and followed.