Purpose

• Define and outline University Processes – handling, receiving, transporting and depositing of cash.

• The Bursar is the University’s primary cash handling agent.
Who else can Collect Money?

Only those departments and units, which have been approved in writing by the Executive Vice President for Finance and Administration or his/her designee, are authorized to collect or receive funds for the University.
System Policies

- System Policy 21.01.02 Receipt, Custody, and Deposit of Revenues.
  - Annual Employee Cash Handling training, Course 2111465: Cash Handling – TAMUCC.
  - Annual PCI training, Course 11013: Payment Card Industry Data Security Standard.
  - Position Description with at least 5% of their time handling cash.

- University Cash Handling Manual is located on the Comptroller’s website (http://comptroller.tamucc.edu/)
System Policies cont...

- System Policy 33.99.14 Criminal History Record Information- Employees and Applicants, “security sensitive position”.
- Position Description with at least 5% of their time.
- Employee Background Check.
Cash Handling – It’s my job

Whether you take in lots of money or……

……you collect “pennies”
.........the principles of *good cash handling* are basically the same.

Segregation of Duties
Security
Documentation
Reconciliation
Management Review
What is included in “Cash Handling”?

It’s not just “CASH”. Cash includes the following forms of money:

• Coin
• Currency
• Checks/Traveler’s Checks
• Money Orders
• Debit/Credit Card Transactions
• Cash Equivalents
  • Tickets
  • Stamps
  • Gift Certificates/Cards
Checks

To be negotiable:

- Date (6 months or less, No Post Dated)
- Payee (full name or TAMUCC, No Third Party)
- Dollar Amount (numeric)
- Written Amount (alpha) legal and supersedes numeric
- Signature Line
- Drawee Bank

Checks are deposited ACH or in Image format. Only blue or black ink!
Foreign Checks

- We only accept checks drawn on a U.S. bank and payable in U.S. funds.
- Issues with accepting Foreign Checks:
  - Foreign Items cannot travel through our Federal Reserve System.
  - They have to be handled manually.
  - There is paperwork and signatures required by the Bank on Foreign items.
  - There are fees involved by either our Bank, other Bank, or both.
  - Payment of foreign check collections may take 4 to 10 weeks or more.
  - Departments do not get credit until the money is collected.
Good or Bad?
Counterfeit Currency

- Watch out for tape on bill.
- Serial numbers on either side match.
- Use counterfeit money detector pen (light pass/dark fails).
- Test all twenty bills and up unless others are on alert.
- Keep Suspicious bill away from customer but in full view of customer at all times.
- Call Cash Operations Mgr for instructions.
First, lets talk about risk and controls....

Who or what is at risk?

YOU

The Money

WHY?
Risk?

- When this occurs with *Money*—
  - Cash is stolen
  - Cash is lost
  - FAMIS Statement of Account doesn’t agree with department/units internal records

- *You* can expect the following results—
  - Cash control is inadequate
  - No audit trail
  - Lost revenues
  - Lack of accountability
Remember – In the cash collecting process, **YOU** are just as important as the cash.........

The controls (rules) that we will discuss are designed to protect both **YOU** and the cash you are handling.
Before cash collection begins.....

“The planning checklist”

Departmental supervisor in charge of cash handling develops a plan.
If a working fund needed.

- Types of Working Funds.
  - Permanent Working Fund.
  - Temporary Working Fund.
- Things to Remember.
Types of Working Fund

- **Permanent Working Fund** - used by departments that receive cash and are required to make change on a regular basis.

- A request for a permanent working fund requires the following to be submitted to the Comptroller’s Office for approval.
  - Petty Cash Form detailing justification for need of funds (Business Office website).
  - Completed Departmental Cash Procedures form (available on Accounting Services website).
  - Certification of Custody of Working Funds and Statement of Responsibility Form (available on Accounting Services website).
  - Proof of Cash Handling Training for working funds custodians.
  - Proof of Background Check on file with Human Resources.
  - Proof of Payment Card Industry (PCI) Data Security Standards training if credit cards will be accepted as a method of payment.
Transfer of Working Fund

- A Transfer of Working Fund Accountability form must be completed and submitted to the Comptroller’s Office to transfer working funds from one person to another.
- The form can be found on the Accounting Services webpage.
Petty Cash Form

- This is a triplicate form.
- Account number for permanent working funds will be a departments General Ledger Account (G/L)
- Object code is always 1125.
CERTIFICATION OF CUSTODY OF WORKING FUNDS
AND STATEMENT OF RESPONSIBILITY

I, ____________________________, hereby certify that I have in custody $___________.
I also certify that I have received and read a copy of the University Procedures on Custody of Cash &
Cash Handling. I understand that if I violate this policy, I may be subject to disciplinary action and the
Department may lose working fund benefits.

Cash Custodian ____________________________ Date ________________
Types of Working Funds

- **Temporary Working Fund**
  - Used for a one time purpose, event, etc.
  - Submit a completed Temporary Working Fund Request Form to the Comptroller for approval.
    - Proof of Background Check
    - Proof of Cash Handling Training
    - Proof of PCI Training if credit cards will be accepted

- Once approved to receive a working fund (whether temporary or permanent) the Working Fund Custodian must show proof of identification when picking up funds from the Business Office.

- Funds will only be issued to the Working Fund Custodian.
Temporary Working Fund Form
Things to Remember

- **DO NOT** use coin & currency income to create a change fund!!
- *Never make change from your personal cash!*
- Keep the working fund amount at bare minimum.
- Keep the cash safe! *(More on that later)*

- **Working Funds Custodians must be a TAMUCC employee** *(Students and/or student employees are not eligible)*
- When a temporary working/change fund is being returned, present it with your copy of the temporary working/change fund form. Do not deposit this money.
Who is going to collect the cash?
Record the cash?

- Position Descriptions
- Segregation of Duties
Do I need to update the Position Description?

Any Position Descriptions for jobs requiring an employee to collect funds for the University or perform cash handling duties for at least 5% of their time, must include cash handling duties in the detailed list of job duties. It is the responsibility of each department to make sure this has been done.
Segregation of Duties

- There must be a separation of duties between the person receiving cash and the person responsible for maintaining the accounting records.
- Segregation of duties ensures that no ONE person can initiate, approve, record, reconcile, and receive the same transaction.
- Receipt activity should be reconciled to FAMIS Monthly Financial Statements on a monthly basis. The reconcilement should be reviewed and approved by someone independent of the cash handling or recording functions.
Cash is received.

- Payments in Person
- Payments by Mail
- Check Endorsements
- Receipt Books
- Things to Remember
Payments in Person

- Enter money amount in a cash register or an approved TAMUCC pre-numbered duplicate receipts book.
- A receipt must be provided to the customer whether or not they request one.
- Checks should be requested to be made payable to Texas A&M University-Corpus Christi or TAMUCC whether received by mail or in person. The department’s name may be included, but should not be the only named payee.
Payment by Check by Mail

- Checks received through the mail must be logged in at the time the mail is opened and processed.
- An incoming check log must at a minimum include:
  - The date the check was received
  - The check number
  - The maker of the check
  - The check amount
  - The signature of the person opening the mail
  - The Receipt number issued from their receipt book
  - Business Office issued receipt number once deposited
- Receipt must be mailed to the customer.
Endorsing a check

• **IMMEDIATELY RESTRICTIVELY ENDORSE CHECKS**
  
  • “For Deposit Only, Texas A&M University-Corpus Christi”
  • You can use a stamp with this message or just write it on the back of the check – either is fine.
  • Note: The Department Name and/or 10 digit FAMIS Account Number would be helpful.

• Departments may obtain an endorsement stamp from the Cash Operations Manager. A department’s first endorsement stamp can be obtained from the Business Office, it will not include the Department Name or FAMIS account number.
EXAMPLES OF CHECK ENDORSEMENTS

FOR DEPOSIT ONLY
Texas A&M University –
Corpus Christi
Athletics-Basketball
FAMIS Acct. No.
351000-40004

FOR DEPOSIT ONLY
Texas A&M University-
Corpus Christi
Department Name
FAMIS Acct. No. xxxxxx

Only 1 ½ inches can be used for the endorsement on the payee side of the check.
RECEIPT BOOK PROCEDURES

• An approved TAMUCC receipt book must be obtained from the Business Office when monies are to be received on behalf of the University and no cash register will be used.
• If using a cash register or using pre-numbered tickets, no receipt book is required.
• Only individuals authorized by the Comptroller’s Office will be issued a receipt book.
• Receipt Books must be returned to the Business Office after each event or before another book may be issued.
• A picture ID will be required when picking up a receipt book from the Business Office.
RECEIPT BOOK PROCEDURES cont...

- A receipt book consists of 150 receipts, 3 receipts to a page in triplicate format with the first page in white, the second in pink and the third in yellow.
  - The white copy (original) receipt is given to the customer.
  - The pink copy is used by the department for balancing, auditing, and depositing purposes.
  - The yellow copy stays in the book.
  - The white and pink sheets are perforated for easy distribution.
- Voided Receipts – the white copy is submitted with the pink copy to the Business Office.
  - No original ink on the pink or yellow copy of the receipt.
Current Receipt Book Layout

TEXAS A&M UNIVERSITY-CORPORUS CHRISTI - GENERAL RECEIPT

LAST NAME: ____________________________  FIRST NAME: ____________________________
(Payee's Name or Department)

ACCOUNT NAME: ____________________________  ACCOUNT NO: __________ / __________ / __________

PLAN: ____________________________  AMOUNT: $____________
(Optional)  Invoice #

COMMENTS: ____________________________ (Optional)

PAYMENT TYPE: Cash  Check #_________  Credit Card: (Visa / Mastercard / Discover / Am Express)

CONTACT NAME: ____________________________  CONTACT EXT: ____________________________

CASHIER: ____________________________  DATE: ____________________________
New Receipt Book Layout

Date:

Last Name

Payment For:

First Name

Account #

Account #

Account #

Total Paid

Payment Type: Cash Check #

Credit Card: Visa MC DISC AMEX

Department:

Contact Person:

Contact #: 825-

Cashier Signature

Cashier Printed

304101
Things to Remember...

• Only one person should have access to the cash register, cash drawer, or TAMUCC pre-numbered receipts book during any one shift.

• If there is more than one person handling cash at the same time, each person must have their own cash drawer, cash register or TAMUCC pre-numbered receipts book, whichever is applicable.

• If money received is payment for goods or services that has been invoiced to the customer through the FAMIS Accounts Receivable Module, restrictively endorse the check, enter the check into the check log and hand deliver it to the Bursar’s Office. Payments for FAMIS invoices are deposited the A/R Clearing Account 001017-1610.
Things to Remember cont...

• Checks intended for other departments should be **restrictively endorsed**, entered into a check log and hand carried to the correct department immediately. **DO NOT MAIL CHECKS!!**

• If a check is received and it is unclear who it belongs to, hand deliver it to the Bursar’s Office immediately. **DO NOT HOLD CHECKS!!**
Now that you have collected money, what do we do with it?

- Secure
- Balance
- Deposit
- Reconcile
Proper Safeguarding of Cash

It is the responsibility of each department to make whatever provisions are necessary to properly safeguard the cash in their area. Generally, any amount of cash on hand that exceeds $1000 (including of your change fund) must be maintained in a vault or heavy safe (one which cannot be easily moved by two persons using a hand cart).
Proper Safeguarding of Cash cont...

- Amounts under $1000 and greater than $500 should be maintained in a combination or keyed safe or reinforced file cabinet with a padlock and bar that secures all drawers and secured in a locked room.
- Amounts $500 or less should be maintained in a locked box/bag within a locked drawer and secured in a locked room.
- Cash should not be retained in desk drawers or standard file cabinets since they are easily accessed with minimal force or readily available keys.
Proper Safeguarding of Cash cont...

- Lock combinations and custody of keys must be maintained by one person. Combinations and keys must always be kept "on the person“ and never stored in a desk drawer or other such place, except that for funds less than $100, keys may be stored in a desk drawer or other such place as long as access to the keys is limited to the people having primary or secondary responsibility for the fund.

- Lock combinations and keys must be changed periodically and always when custody changes hands.

- In the event of emergencies or absences, copies of the Combinations and keys to the lockbox should be kept in sealed envelope in the Dean or Department head’s office.
Proper Safeguarding of Cash while in use

- Each person collecting cash should have their own change fund so that making change is possible if currency is expected to be collected.
- While in use change funds and/or collected money must be secured in a cash box (preferable) or cash bag that is lockable with access limited to the person responsible for the cash box.
- The cash box should remain locked when not in use and secured in a safe or locking/fire resistant drawer when the person responsible for the drawer is away from their job duties.
Guidelines in the Event of a Robbery

The following guidelines are provided to help ensure staff safety and minimize loss to the University. Unnecessary risks should never be taken.

- Cooperate with the robber(s). Avoid any confrontation and facilitate a rapid departure.
- Stay as calm as possible. Take no risks. Try not to panic or show any signs of anger or confusion.
- If the robber hands you a note, place the note away and out of reach of the robber as this may be an important piece of evidence.
- Make a mental note of any descriptive features or distinguishing marks on the robber, such as his/her clothing, hair color, eye color, scars, tattoos, etc. Touch nothing in areas where robber(s) were and note specific objects touched by robber(s).
- If it is safe to observe, the direction the robber took should be determined. If possible, observe color and make of vehicle leaving the scene. Departments having security alarms should trip the alarm as soon as it is safe.
Guidelines in the Event of a Robbery

- University Police should be called at extension 4444 as soon as it is safe.
- The robbery should not be discussed with anyone until the police arrive.
- Cooperation with the University Police is important.
- The victim should, above all else, remain calm and try to remember the details. Write them down.
- Notify the Comptroller’s Office to report any theft of funds to ensure proper accounting procedures are followed.
- At your department's request University Police will assist in devising specific procedures for your operation to safeguard funds.
BE ALERT, BE OBSERVANT!!!

Features, which you can remember regarding the physical characteristics of suspicious persons or assailants, can greatly assist your police department in their apprehension.

HAT: (color, type, etc.)
HAIR:
EYES:
SCARS: (or marks)
SHIRT:
TIE:
COAT:
TROUSERS:
SHOES:
RACE:
SEX:
AGE:
WEIGHT:
HEIGHT:

DIRECTION OF ESCAPE:

METHOD OF ESCAPE:
FOOT ___ VEHICLE

VEHICLE LICENSE:

VEHICLE MAKE:

VEHICLE COLOR:

NUMBER OF SUSPECTS:

TYPE OF WEAPON:

HAND GUN

SHOT GUN

OTHER REMARKS:
Observation is the key!

- How observant are you?
- Are you a good eyewitness?

Go to the following link to test your skills…
http://www.youramazingbrain.org/testyoursel/eyewitness.htm
Basic Balancing

Step 1

<table>
<thead>
<tr>
<th>Denomination</th>
<th>Quantity</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>$0.01</td>
<td></td>
<td>$</td>
</tr>
<tr>
<td>$0.05</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$0.10</td>
<td></td>
<td></td>
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<td>$0.25</td>
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<tr>
<td>$5.00</td>
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<tr>
<td>$10.00</td>
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<tr>
<td>$20.00</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$50.00</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$100.00</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total Cash $ 
Checks
Total Cash & Checks
Less Beginning Cash
Deposit Total a) $

Step 2

Deposit Total a) $
Credit Card Receipts
SandDollars
Total Funds Received b) $

Texas A&M University - Corpus Christi
Basic Balancing cont...

Step 3

<table>
<thead>
<tr>
<th>Receipt Book</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning Rct No</td>
</tr>
<tr>
<td>Ending Rct No</td>
</tr>
<tr>
<td>List any Voided Rct Nos.</td>
</tr>
<tr>
<td>Cash</td>
</tr>
<tr>
<td>Checks</td>
</tr>
<tr>
<td>Sanddollars</td>
</tr>
<tr>
<td>Credit Cards</td>
</tr>
<tr>
<td>Total per Rec Book</td>
</tr>
</tbody>
</table>

Step 4

<table>
<thead>
<tr>
<th>RECONCILATION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Funds Received</td>
</tr>
<tr>
<td>Less Total per receipt book</td>
</tr>
<tr>
<td>Cash over/(short)</td>
</tr>
</tbody>
</table>

Texas A&M University - Corpus Christi
Cash Over/Short (Out of Balance)

- The cash over or short must be reflected on the General Receipt Deposit Form using the department’s s/l account and object code 0705.
- The cash over/short should also be listed on the Cashier Reconciliation.
- A shortage will be listed on the form as a negative number, while the amount of the receipts will be listed as a positive number.
- The net of these amounts will equal to the amount of the deposit.
# Over/Short Examples

<table>
<thead>
<tr>
<th>Department Reconciliation</th>
<th>Business Office Deposit</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash &amp; Checks Total</td>
<td>Tickets Account Deposit Amount</td>
</tr>
<tr>
<td>$ 495.00</td>
<td>$ 500.00</td>
</tr>
<tr>
<td>Receipts Total</td>
<td>Tickets Account Short (0705)</td>
</tr>
<tr>
<td>$ 500.00</td>
<td>$ (5.00)</td>
</tr>
<tr>
<td>Difference</td>
<td>Difference</td>
</tr>
<tr>
<td>$ (5.00)</td>
<td>$ 495.00</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Department Reconciliation</th>
<th>Business Office Deposit</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash &amp; Checks Total</td>
<td>Tickets Account Deposit Amount</td>
</tr>
<tr>
<td>$ 1,010.00</td>
<td>$ 1,000.00</td>
</tr>
<tr>
<td>Receipts Total</td>
<td>Tickets Account Over (0705)</td>
</tr>
<tr>
<td>$ 1,000.00</td>
<td>$ 10.00</td>
</tr>
<tr>
<td>Difference</td>
<td>Business Office Receipt total</td>
</tr>
<tr>
<td>$ 10.00</td>
<td>$ 1,010.00</td>
</tr>
</tbody>
</table>
The supervisor/event coordinator should perform the following tasks:

1. Verify amount to be deposited to Business Office (cash/checks turned in by the cashier).

2. Verify credit card and sanddollar slips to amounts on cashier reconciliation.

3. Verify that the total of the pink receipts matches to the amount entered into the reconciliation.

4. Sign and date the reconciliation report.
Depositing Funds Intact!

- Intact means the entire amount of money (income) collected must be deposited so that all receipts are posted as revenue to the FAMIS Statement(s) of Account.

- None of the money collected may be used for other purposes prior to deposit of the cash.
  - For example, the department cannot use $10 of its money collected to purchase postage and then reduce its deposit by the $10 used.

- To do so would misrepresent the amount of revenue earned and the amount of expenditures incurred in the department’s accounting records.
Where to deposit?

Hand deliver the deposit to the following location:

- TAMUCC Business Office, Student Services Building (Round Bldg)
- Phone #: 825-2600 option #4
- Drop off 8:00a.m.-5:00p.m., Monday-Friday
- Deposits should arrive no later than 30 minutes prior to close of business during off-peak periods and greater than 30 minutes during peak periods or if large sum of cash.
What to Bring to the Business Office

Being prepared is essential to the accurate and proficient processing your deposit. Bring the following items to the Business Office when making a deposit.

- Completed General Receipts Deposit Form – original plus a copy
- Pink copy of the receipt(s) from the University issued Receipt Book
- For departments using cash registers or pre-numbered tickets in lieu of a Receipt Book, a copy of the reconciliation sheet for deposit.
- The funds (cash, checks including calculator tapes) that makes up your deposit
Transporting Cash

- Care in transporting funds to the Business office must always be a high priority.
- Deposits or individual checks must never be sent by campus mail.
- Departments handling deposits in excess of $2500 (excluding restrictively endorsed checks) must contact the University Police Department at extension 4444 to arrange for an escort from the department to the Business Office.
Transporting Cash

• Transactions to be deposited should never be left at the Business Office to be processed at a later time nor should be left at an unattended or unoccupied cashier station.

• Once the Business Office has processed the deposit, verify all information on the system generated receipt is correct prior to leaving the Business Office.
Frequency of Deposit?

- Hand deliver the deposit to the Business Office in the Student Services Building when cash collected is $\geq 200$, or within 3 days, whichever comes first.

- You are strongly encouraged to make these deposits daily even if the cash collection for the day is below the threshold.
Does it Reconcile to FAMIS?

• On a monthly basis, departments receive FAMIS Monthly Financial Statements. Total deposits and account balances should be verified against totals in the departmental records. An analysis of outstanding deposits should be made and checked for further disposition.
• Receipt books should be reviewed to make sure all receipts are accounted for.
• No matter who is collecting, depositing, and reconciling, Department Management is ultimately accountable.
• It is the department management’s responsibility to regularly review the reconciliation process to assure timeliness, accuracy and resolution of all outstanding issues.
• If a deposit line is not found or a discrepancy is found on FAMIS Monthly Financial Statements or in FAMIS, contact your accountant in Accounting Services for clarification.
The following documents must be kept for the current year plus three more:

- Cash register “total” tapes
- Cashier Reconciliation Sheets
- General Receipt Deposit Forms
- Business Office System Generated Receipts

Credit card receipts must be kept 24 months.

- Credit card receipts/reports - must be kept in a secure/locking location due to confidential customer information and Payment Card Industry Standards.
- It is important to have the credit card slips to properly address chargeback issues.
- At the end of the 24 months, any documentation with credit card information must be crosscut shredded.

(If you have questions regarding these requirements contact the Business Office.)
Department Management Responsibilities

- Establishing an effective internal control system
- Delegating responsibility for cash handling duties, maintaining proper segregation of duties
- Requiring that staff handling cash be properly trained & follow all procedures of the set forth in the University’s Cash Handling Manual.
- Ensure daily Cashier Reconciliations are prepared and reviewed daily.
- Making sure reconciliations are performed on a regular basis.
- A department’s cash handling procedures **must** be reviewed annually by departmental management for any procedural changes. These procedures should be turned in to the Comptroller’s Office each January.
Questions?