



Cash Handling/Financial Controls

Table of Contents:

- I. Policy Statement
- II. Procedures
- III. Forms/Documentation
- IV. Record Keeping
- V. Update Log

I. Policy Statement:

This policy defines the responsibilities for any Webster Public Library (WPL) employee who handles currency, cash equivalents, charge card transactions, or checks ("Cash"). Departments that receive, handle, transport, or deposit cash must have appropriate internal controls and follow documented procedures to prevent financial loss, prevent and detect errors, and promote security and accurate financial reporting. Appropriate internal controls include the segregation of duties, safekeeping of Cash, prompt deposit of all Cash receipts, accurate reconciliation of collections, and appropriate record keeping.

II. Procedures

Cash Handling Procedures:

Procedures for the handling of cash receipts are designed to provide accountability for monies received in accordance with accepted standards of internal controls. All WPL employees are responsible for complying with the policies and procedures described herein. Non-compliance with these policies and procedures could lead to disciplinary action.

Use of WPL funds or receipts for cashing checks is prohibited.

Cash should never be left unattended for any period of time.

When a WPL employee receives cash, it is to be deposited immediately into the cash register under the correct cash register category key. All cash receipts are then identified by category with a detailed print out from the cash register report. All original charge card transaction receipts are attached to the original register receipt showing the correct cash register category key.

If a patron wishes to pay using a charge card, the charge will be processed through our secure charge card machine. No copies of the patron's account number, expiration date, or CVV security code will be kept in the Circulation Department.

A receipt is given to patrons for every charge card transaction showing the date of the transaction and the amount charged to the patron's charge card. For all other cash transactions, the customer is given either a cash register or a computer receipt.

WPL does not accept credit card charges by phone or by mail.

WPL does not accept personal or corporate checks for daily business transactions.

Refunds for Billed for Replacement Materials (BFR's) items found that were previously paid for are refundable only through a Claim Voucher submitted to the Town of Webster with the original receipts attached. BFR refunds are not given from the WPL cash collection.

Cash Register Operation

Limitation of cash register operation: Only WPL employees with appropriate training and an assigned cash register code are authorized to use the cash register during their assigned work shifts only.

WPL employees will enter their personal cash register code prior to entering any transaction into the cash register. The list of assigned cash register codes is kept and updated by the Circulation Supervisor.

The cash register key is not to be left in the machine when unattended. When not in immediate use the cash register key is secured in the key safe.

Circulation Staff Shift Documentation:

The tracking of the Circulation Department personnel assigned to particular shifts is recorded on the Master Circulation Schedule and is updated to reflect any changes by the Senior Library Clerk or the Circulation Supervisor. The shift records are located in the Payroll Office and are retained for 6 years plus the current year.

Cash Register Manuals:

The manual for the Casio Register Model TE-2200 is located in the Circulation Supervisor's office. Repair and Technical Service assistance for the cash register is performed by Monroe Sales, Rochester, NY (585)381-3922.

Safeguarding Funds:

All funds collected during open operations are stored in a cash register that opens only with a code corresponding to the person accessing the machine. After hours, all funds are kept in a locked safe. Only circulation staff and supervisory personnel with a cash register code have access to these funds during the hours the library is open. At the end of the last shift of the day, all funds and register tapes are transferred from the cash register to a locked safe in the Circulation Supervisor's office.

Distribution/Safeguarding of Keys & Pass Codes

The keys to the Circulation Area safe and the Envisionware Print/Scan Station are located within a secure, locked key cabinet. Only Circulation, Tech Services, and Management Personnel can access the key cabinet to retrieve the keys. The Tech Services area safe is accessed only by Management and the Technical Services personnel responsible for reconciling and depositing cash.

Envisionware Print/Fax System Procedures

The automated printing and fax station has a Coin/Bill Acceptor unit attached to it.

At the beginning of each week before the library is open, two Circulation Staff Employees take the EnvisionWare System key from the key cabinet and open the back of the vending unit. Any bills and overflow coins are taken out of the vending unit, counted, and entered into the cash register under the printing account key. A reading is taken from the machine meter and entered on the EnvisionWare Meter Log along with the amount taken from the machine. A notation is also made on the log when overflow funds are exchanged for rolled coins to replenish the change in the vending unit. The log is retained by the Circulation Supervisor.

Patron Fine Waivers

WPL materials are checked out for a specific amount of time. When patrons keep materials past the due date, a daily fine is charged. Fines accrue on overdue items up to a pre-set maximum dollar amount that varies by materials type. Fines may also be assessed to a patron account for lost or damaged items.

These practices apply to Patron Fine Waivers:

- All fines that are removed from a patron account must be done in CARL as a WAIVED function rather than a CANCELLED function.
- Each waived fine must have a recorded reason for the fine entered into CARL. A list of the appropriate Fine Waiver Codes is included in the Documents Section.
- Webster Public Library Staff can waive up to a cumulative total of \$20.00 in patron fines for one of the reasons found on the Fine Waiver Code list. Any patron waivers above \$20.00 needs supervisory approval.
- All Patron fines waived will be tracked by a quarterly review of the Report 55 – Audit Trail Report, a CARL.X report. The report will show the Patron Name and computer ID, the amount of the fine waived, the fine waive reason with user initials, the time and date of the action, and the computer station it was waived from.
- The Report 55 Audit Trail Report will be generated by the Circulation Supervisor and will be reviewed by the Director periodically to monitor proper implementation of this policy.

Staff Fine Waivers

The waiving of for WPL staff employees does not include lost or damaged items. Lost or damaged items are the responsibility of the staff employee to pay the associated replacement costs.

The waiving of staff fines is a benefit for the staff employee only and does not include fine forgiveness for family members, friends, or acquaintances.

Staff fines must be done as a WAIVED not CANCELLED function. Under the notes field the notation "STAFF FINE" should be placed along with the initials of the staff employee waiving the fine. Staff employees cannot waive their own fines.

There is not a yearly maximum of fines to be waived for staff employees, but any use of this benefit deemed excessive will be reviewed by WPL management.

Reconciliation of Cash

Each weekday morning, a Technical Services department staff employee will retrieve the previous workday's pouch from the locked safe where the clerks placed it at the end of the workday. This pouch will contain the cash and credit card receipts, a Z1 tape and a settlement tape from the credit card machine. Each day there will be a minimum of one pouch to be reconciled, with either 2 or 3 on Monday mornings depending on the time of year and what days the library is open on the weekend.

The first job is to count out the seed money for the day from the previous day's pouch as follows:

- \$60 in ten dollar bill denominations
- \$60 in five dollar bill denominations
- \$23 in one dollar bill denominations
- \$10 in quarters
- \$5 in dimes
- \$2 in nickels

This money is put into the startup pouch and put into the cash register by Technical Services before the library opens for the day.

The next step is to tally the cash and credit card charges. The cash register tape should be compared to the credit card tape. The tapes should match regarding the number of credit card transactions as well as the money charged. The cash is counted and recorded on the back of the DAILY REGISTER TOTALS sheet and should match the cash register receipt.

COMPLETING THE FRONT OF THE DAILY REGISTER TOTALS SHEET:

The date of the tape is the date placed on the date line.

Register Receipt Total, Cash & Checks, and Charges are taken directly from the cash register tape. If the actual transactions match the cash register tape, EVEN is circled, and the clerk's initials are placed next to the word EVEN.

IF THE AMOUNT OF CURRENCY TAKEN FROM THE POUCH DOES NOT MATCH, the Technical Services Clerk will check for any notes written by a Circulation Clerk which would explain the discrepancy. Finding no note, the Tech Services Clerk will remove the journal tape from the cash register to see if an explanation can be found. If no explanation is found, the overage/underage is noted on our DAILY REGISTER TOTAL worksheet and is also placed on the computer spreadsheet on the bottom line (O/S) in black if it is an overage and red if it is an underage. The amount we are over/under is added/subtracted from the fines line.

The cash register tape will be used to fill in the lines #10 - #1. Lines #10-#3 are for the Friends money and those three lines will be totaled and placed on TOTAL TO FRIENDS. This amount of money will be taken from the receipts to be placed in the Friends pouch after all the monies have been double-checked for accuracy. Lines #7-#1 will be totaled and placed on the TOTAL OF LINES 1-7 line. The total amount of charges are placed on the -Charges line and are subtracted to the =Deposit line.

Money will be counted one last time to assure that the money left on the counter matches the amount on the =Deposit line. At that time, the Friends money can be placed in their dedicated pouch, which is kept in locked safe in Technical Services area. The results are also recorded in a separate Excel worksheet for the entire fiscal year in the Cash Receipts Folder. This does not include Friends of the WPL funds.

The results from the tally sheet are then placed into the spreadsheet in the Receipts folder. Money collected for the Friends has its own spreadsheet, as well as a second spreadsheet of the money that has yet to be deposited by a Friends member.

Every Thursday, a Z2 report is run from the cash register. On Thursday, totals of six days (the previous Thursday, Friday, Saturday, Sunday, Monday, and Tuesday) are totaled, a deposit slip is made, and money is taken to the bank for deposit. The Z2 is stapled to a copy of the spreadsheet for the days totaled and placed in the file cabinet in Technical Services area.

Deposits of Cash

Cash deposits are made in accordance with the Town of Webster Cash Receipt Policy. Deposits are made on Thursday of each week. Deposits are carried to the bank in a locked pouch.

Petty Cash

Petty cash funds are for employee reimbursement of purchases less than \$20 where circumstances preclude following regular payment and reimbursement processes. Original receipt must be submitted for reimbursement, and a handwritten petty cash reimbursement receipt is signed by employee. Petty cash receipt is retained in petty cash locked box with original purchase receipt.

Replenishment of petty cash fund is requested when fund balance equals \$20 or less. The Town of Webster Finance Department issues a replenishment check when WPL submits an itemized voucher including original purchase and reimbursement receipts. The Town of Webster has determined that the total WPL petty cash fund is \$100.

Friends of WPL

The Friends of WPL provides donations to WPL as their funds allow. The Friends have agreed that use of any donated funds is at the discretion of the Library Director. Donations are forwarded to the Financial Clerk and deposited in the Key Bank Special Fund account. All expenditures are reviewed monthly by Library Board of Trustees and a member of the Friends at monthly Board Meetings. A summary of how donations were spent is provided by WPL staff the Friends twice yearly, or as often as requested.

Donations:

a) Memorials

Memorial gifts (check or cash) received by a department should be forwarded to the Financial Clerk with a Memorial Donation Form. Library Director acknowledges receipt of gift through a letter to the donor. Financial Clerk deposits gift into the Key Bank Special Fund account and updates Donations and Memorial spreadsheets accordingly.

b) Foundation

Webster Library Foundation gifts (check, cash, or PayPal) are recorded in the Webster Library Foundation database and gift is given to Financial Services Clerk for deposit into Chase Bank Foundation Account. Acknowledgement of gift is provided by Library Director. Use of Foundation funds is at the discretion of the Board of the Webster Library Foundation.

III. Documents

a) Fine Waiver Codes

b) EnvisionWare Meter Log

c) Town of Webster Cash Receipt Policy

d) Memorandum of Understanding Between The Friends of WPL and WPL

IV. Record Keeping

All records are kept in accordance with New York State Record Retention and Disposal Schedule MU-1, for the length of time and in the format required.

Adopted by the Webster Public Library Board of Trustees on 05-13-2015; revised 08-11-21