

**STUDENT COOPERATIVE ASSOCIATION, INC.
INDIANA UNIVERSITY OF PENNSYLVANIA
INDIANA, PENNSYLVANIA**

~ **GUIDE TO USING STUDENT FUND ACCOUNTS** ~

PREFACE Recognized campus organizations and activities at IUP may apply for budget allocations from the Student Fund. All financial transactions for allocated budgets are handled through the Business Office of the Student Cooperative Association, Inc. located in the S. Trevor Hadley Union Building. All persons who are involved in any way with procuring goods or services or handling finances for groups which may have a budget in the Student Fund should be familiar with the contents of this guide.

This *GUIDE TO USING STUDENT FUND ACCOUNTS* is intended to provide information on those matters which are most often of concern to representatives of activities. In no way is it intended to be all inclusive, covering all possible situations and policies. If any representative of an activity has questions about financial procedures that cannot be answered by this guide, or any doubt about the propriety of a particular financial request, the matter should be taken up with the *ASSOCIATION* before any commitments are made.

Throughout this guide, any group which has a budget allocation from the Student Fund shall be referred to as the "ACTIVITY." The Student Cooperative Association, Inc. shall be referred to as the "ASSOCIATION."

A seminar is conducted every year to familiarize interested persons with Student Fund procedures and forms. Advisors of all budgeted accounts are notified of this meeting. You are urged to take advantage of this opportunity to gain more information about using your Student Fund Account.

GENERAL CONDITIONS

ACCOUNTABILITY: As a general policy, all funds are to be used for the benefit and welfare of the entire student body. All persons involved in expenditures from the Student Fund should keep in mind that they are acting as trustees for the entire student body, and guide their activities accordingly.

ADVISOR: The advisor of the ACTIVITY has the final responsibility for all financial transactions. The advisor shall inform all persons involved in expenditures for the ACTIVITY of the proper procedures to be followed.

IUP FOUNDATION ACCOUNTS/INCOME: Those organizations that have funds deposited with the IUP Foundation, and who also receive a Student Fund Budget, will be asked to provide an explanation of the nature of their IUP Foundation Account, including sources of income and types of disbursements processed. This information will assist the Finance Committee in making decisions about the Student Fund Budgeting. Failure to provide the requested information may result in the freezing of funds from the Student Fund.

OUTSIDE INCOME: All income derived from outside sources by organizations receiving allocations from the ASSOCIATION must be deposited in the Student Fund account of the ACTIVITY. Procedures for depositing income in the Student Fund are covered later in this guide.

Organizations that wish to set up a separate bank account in the Central Treasury must continue to seek authorization from the Finance Committee. *UNDER NO CIRCUMSTANCES IS AN ORGANIZATION RECEIVING ANY ALLOCATION FROM THE ASSOCIATION AUTHORIZED TO KEEP A BANK ACCOUNT ANYWHERE ELSE THAN WITH THE CENTRAL TREASURY ACCOUNT OFFERED BY THE ASSOCIATION.*

PUBLICITY: In the case of activities which are fully or partially funded by the ASSOCIATION, appropriate publicity of the Student Fund shall be given in advance press releases and advertisements, printed tickets, and programs. It is such publicity that helps the ASSOCIATION "SELL" the Activity Fee assessment. Examples of statements that might be used are: *"This program is made possible by a grant from the Student Cooperative Association."* Or *"Your Activity Fee has made this program possible."*

FACULTY OR STAFF MEMBERS at IUP will *not* be reimbursed for services by the ASSOCIATION except by prior approval of the Executive Director or the Finance Committee before any commitments are made.

BUDGET DEFICITS: The ACTIVITY should make every effort to avoid budget overruns. Deficits which do inadvertently occur in any fiscal year will be charged to the following year's budget of the organization.

CO-OP STORE: Whenever possible, supplies should be purchased at the Co-op Store, as the store's net proceeds help support the Student Fund. The Co-op Store offers discounts from its already competitive prices for quantity purchases by groups.

CAMPAIGN EXPENSES: Student funds shall not be expended for individual campaign expenses such as for Homecoming Queen Candidates, Student Government candidates, etc.

FOOD EXPENSES: Expenditures for food are carefully controlled by the Finance Committee. The Student Cooperative Association does not pay for food for the organization's monthly meeting, but will pay for food for a reception at an event. If you wish to have food at your meetings, you will need to show that you have covered the cost through fund-raisers. Before making any commitment for food-related expenditures, the ACTIVITY should carefully verify that any planned expenditures are in accordance with the ACTIVITY'S approved budget.

FINANCIAL OBLIGATIONS THAT VIOLATE GUIDELINES: Financial obligations which are incurred by an activity in violation of the Co-op contract agreements or guidelines may be paid at the discretion of the ASSOCIATION if the services or purchases are not contrary to the spirit of the approved budget. An amount equal to the sum paid may be subtracted from the budget as a fine to a maximum of \$100. If the activity does not have sufficient funds to cover the purchase and a fine, the obligation will be carried over into the following fiscal year.

CHARITABLE CONTRIBUTIONS: In most cases, no charitable contribution shall be made directly or indirectly from Student Funds. This includes support of programs where the proceeds are contributed to charity, unless a clear separation can be made between the program and the contribution, such as in the case of a free-will offering. Any exceptions to the policy shall be made expressly by the Board of Directors.

GIFTS, AWARDS: In general, expenditures for gifts or awards will "not" be paid for from the Student Fund.

STIPENDS: A payment made to a student as a member or officer of a student organization should be considered a stipend and not a salary for services rendered. A special policy controls the payment of stipends.

PURCHASING PROCEDURES

In order to initiate any financial transaction, one of the following two forms must be prepared by the ACTIVITY and approved by the advisor and sent to the ASSOCIATION office.

PAYMENT REQUEST FORM: The PAYMENT REQUEST FORM is used for utility payments, payments on contracts previously authorized by the ASSOCIATION, charge purchases of less than \$50 at Indiana firms, contracts for entertainers or speakers, reimbursements, and student salaries. The PAYMENT REQUEST form should be filled out, receipts or other pertinent documents should be attached, and the form should then be sent to the ASSOCIATION office. In cases where materials are charged and an invoice or receipt is signed by the person picking up the materials, the Student Fund organization's name or account number should be written on the invoice/receipt. If the request is approved, payment will normally be processed by the following week.

PURCHASE REQUISITIONS: The PURCHASE REQUISITION form is the one most often used with the exceptions noted above. Before any oral or written commitment is made for goods or services, the PURCHASE REQUISITION form must be prepared and sent to the ASSOCIATION office. Where services are to be performed under a continuing contract, such as equipment, maintenance, or printing, a PURCHASE REQUISITION must be used to establish the contract. Following is the procedure for purchase orders:

- A. Fill out a PURCHASE REQUISITION giving all needed details. The forms are available at the ASSOCIATION office. If the requisition is for more than \$2,500, competitive bids must be solicited and attached to the requisition. The ASSOCIATION office will process bids for any ACTIVITY if requested. Sealed bid procedures may be required for items more than \$5,000.
- B. If funds are available and the purchase conforms to the ACTIVITY'S budget, a purchase order will be prepared promptly by the ASSOCIATION office and sent to the supplier.
- C. A pink copy of the purchase order, labeled DEPARTMENT COPY, will be mailed to the advisor. This is to inform the ACTIVITY that action has been taken by the ASSOCIATION office and that the vendor has been notified.
- D. A gold copy of the purchase order, labeled RECEIVING, is also sent to the advisor. After the goods or services are delivered, the advisor should sign the RECEIVING copy and return it to the ASSOCIATION office. Any problems with the order should be noted on the RECEIVING copy. Since vendors are requested to send bills directly to the ASSOCIATION office, the office must have the RECEIVING copy in order to know when it is appropriate to make payment. If the invoice is sent to the advisor, it should be forwarded promptly to the ASSOCIATION office with the RECEIVING copy.

CONTRACTING FOR ENTERTAINERS, SPEAKERS, OR PERFORMING ARTISTS:

Speakers or programs that are expected to appeal to students outside the sponsoring group are the only ones eligible for Co-op funding.

If, for example, the Physics Club wants to sponsor a panel discussion on the safety of nuclear energy, the Finance Committee would probably fund it in light of the widespread interest in the topic across the campus. However, if the club were to sponsor programs on "Careers in Physics" or "Advanced Research in Quantum Mechanics" (or any similar topic that would appeal almost entirely to Physics majors), the club would have to fund them itself.

Groups requesting large sums of money for such programs should provide the Finance Committee with specific information on the topics to be covered and, where possible, the names of the speakers to be invited.

A copy of a contract, approved by the advisor, should accompany all PAYMENT REQUESTS for the fees of entertainers, speakers, performing artists, or other individuals providing services. Contract forms are available from the ASSOCIATION office if needed.

Requests for individuals or non-incorporated companies for services or rentals cannot be processed unless a social security number or federal identification number is included on the request. (Contract forms are available from the ASSOCIATION office if needed.)

TRAVEL EXPENSES

TRAVEL: ALL ARRANGEMENTS FOR TRAVEL SHOULD BE CLEARED IN ADVANCE WITH THE ASSOCIATION OFFICE. In general, the travel guidelines and reimbursement schedule established by the Commonwealth of Pennsylvania shall be followed by the ASSOCIATION as a maximum reimbursement guideline. Clearing arrangements through the ASSOCIATION makes it possible to take advantage of opportunities of arranging for group travel to save total outlay of funds and/or to suggest alternative travel methods. No payments for traveling will be made in excess of the amount budgeted to an activity.

FACULTY OR STAFF TRAVEL: Student Funds should not be used for travel by members of the faculty or staff who are eligible to apply for state travel funds unless they are accompanying student groups.

TRAVEL ADVANCES: If necessary, it is possible for an ACTIVITY to obtain advance funds for travel expenses. These should be requested on the TRAVEL ADVANCE REQUEST form under the same deadlines as applies for weekly check processing. Advance funds are issued by check and are considered a loan to the person receiving the check until such time as the funds are either returned or completely accounted for by receipts. Receipts and any cash left over should be turned in to the ASSOCIATION office immediately upon return from the trip. In cases where allotments are made to a group on a daily allowance basis, such as for food allotments, a single check may be made out to the leader of the group. The leader shall use the GROUP TRAVEL VOUCHER form to obtain verification from the members of the group that they have received the funds indicated. This voucher shall be turned in along with any other receipts or cash left over within 72 hours upon returning from the trip. Failure to do this may result in the freezing of funds.

CASH RECEIPTS

All organizations funded by the ASSOCIATION must deposit all income and other cash receipts into their Student Fund accounts. Deposits should be brought or sent to the ASSOCIATION office. All deposits must be accompanied by a form showing:

1. The amount of the deposit.
2. The Student Fund account to which the monies are to be deposited; for example, "IUP Ice Hockey - Account No. 11970-0620."
3. An explanation of the source of the deposit, including where the money came from, and whenever possible, from whom it came, and when it was collected. For deposits representing ticket sales, or food and refreshment sales, a reconciliation should be given.
4. And finally, the signature of the advisor or person responsible for the deposit, and the date.

Any backup material, such as receipts, listings, check stubs, etc., should be attached to the form. The ASSOCIATION has a standard form which may be used. However, any neatly presented form showing the above information may be used. Monies should be wrapped as necessary. Checks made payable to persons or organizations other than "Student Co-op" or "Student Fund," must be endorsed by the person or organization to whom the check is made payable. Deposits are credited to the organizations' accounts, and receipts are available to those who wish them. *(A sample of a completed Student Fund Deposit Form is attached as EXHIBIT "A" for your convenience.)*

COPYING:

For organizations that do not have a copier, small runs of copies for your ACTIVITY may be done at the Co-op Office if the copy machine is not in use for Co-op business. Your budget will be charged eight cents per copy. Organizations which have HUB office space should use the designated copier for student offices located in the student office area. It is strongly recommended that organizations utilize the Co-op Copy Center for their copying needs. Prices are very competitive and costs are charged directly to your budget.

DEADLINES

CHECK PROCESSING: Checks are *normally* processed each week on **Wednesday afternoon**. After the required signatures are obtained, they are *normally* available for distribution by **9:00 A.M. on Friday morning**. Checks that are needed by any Friday morning should be requested no later than **12 Noon on Monday**. Disbursements which require extensive preparation, or near a holiday break, may need to be in earlier than the previous Tuesday. ***As a reminder, requests for individuals or non-incorporated companies for services or rentals cannot be processed unless a social security number or federal identification number is included on the request.***

EQUIPMENT PURCHASES: All requests for purchases of equipment must be made by April **15th** of the fiscal year.

FINAL DEADLINE: ***The Friday before Commencement in the Spring Semester*** is the deadline for submission of any requests for financial transactions for the fiscal year.

All forms needed to use your Student Fund Account are available at the HUB Business Office and may be picked up during normal working hours or are accessible at www.coop.iup.edu.

EXHIBIT "A"

Student Cooperative Association, Inc.
~ Student Fund Deposit ~

Date: July 1, 2021

Organization's Name: IUP Ice Hockey

Account Number: 11970-0620

Description of Funds Deposited:
Membership Dues
(6 People at \$50.00 each)

SAMPLE

Amount Deposited: \$ 300.00

Deposited By: Kacy McKeel

(Name of Person making Deposit or Advisor)