



Kalinda Primary School No. 5121

## ***Electronic Funds Management Policy***

### **PURPOSE**

The purpose of this policy is to set out how our school will manage electronic funds in accordance with applicable Department of Education and Training policy and law.

### **SCOPE**

This policy applies to:

- all staff/responsible persons involved in management of funds transacted electronically
- all transactions carried out by Kalinda Primary School via the methods set out in this policy

### **POLICY**

Kalinda Primary School has developed this policy consistently with the Schools Electronic Funds Management Guidelines and Section 4 Internal Controls of the Finance Manual for Victorian Government schools.

### **Implementation**

- Kalinda Primary School school council requires that all actions related to internet banking are consistent with The Department's Schools Electronic Funds Management Guidelines.
- Kalinda Primary School school council approves the use of Commbiz as the approved software for all internet banking activities as individual authority and security tokens are required.
- All payments through internet banking software must be consistent with Department requirements and must be authorised by the Principal and one other member of school council nominated by the school council.
- Kalinda Primary School school council will determine how refunds will be processed and no refunds will be processed through the EFTPOS terminal.
- Kalinda Primary School will undertake maintenance and upgrading of hardware and software as required.
- Kalinda Primary School will ensure proper retention/disposal of all transaction records relating to accounts such as purchase orders, tax invoices/statements, vouchers, payroll listings and relevant CASES21 reports.

### **EFTPOS**

- The Principal of Kalinda Primary School, will ensure all staff operating the merchant facility are aware of security requirements. At our school, this includes: keeping the machine in a secure environment, ensuring privacy for PIN collection and only authorised users to use the facility.
- School council minutes must record which staff are authorised to process transactions.

- No “Cash Out” will be permitted on any school EFTPOS facility.
- Kalinda Primary School will accept EFTPOS transactions via telephone or post.
- Kalinda Primary School will not process refunds through EFTPOS.

### **Direct Debit**

- All direct debit agreements must be approved and signed by school council prior to implementation.
- The school council requires all suppliers to provide tax invoices/statements to the school prior to direct debiting any funds from the school’s account
- A direct debit facility allows an external source (e.g. VicSuper, Compass, Equigroup) to a pre-arranged amount of funds from the school’s official account on a pre-arranged date. Any such payments will be authorised as appropriate and required.
- Kalinda Primary School will ensure adequate funds are available in the Official Account for the “sweep” of funds to the supplier.

### **Direct Deposit**

- Kalinda Primary School utilises a “two user authorisation of payments” banking package, as it contains a greater degree of security and access controls.
- Creditor details will be kept up to date and the treatment of GST for creditors will be monitored.
- Payment transactions will be uploaded as a batch through the CASES21 system.
- All payments made through the internet banking system must be authorised by two authorised officers.
- The various internal controls that need to be considered include:
  - the identification of staff with administrative responsibilities e.g. Business Manager and Accounts Staff to access statements and upload batches
  - the identification of staff with authorisation/signatory responsibilities e.g. the Principal, and School council delegate
  - the Business Manager must not have banking authorisation/signatory responsibilities other than for the transferring of funds between school bank accounts
  - the allocation and security of personal identification number (PIN) information or software authorisation tokens
  - the setting up of payee details in CASES21
  - the authorisation of transfer of funds from the official account to payee accounts
  - alternative procedures for processing, using the direct deposit facility, for periods of Business Manager’s and Principal leave of absence.

### **BPay**

Kalinda Primary School school council will approve in writing the school council’s decision for the utilisation of BPAY.

Payments made by BPay are subject to the same requirements as for all transactions relating to accounts such as:

- purchase orders
- tax invoices/statements
- payment vouchers
- signed screen prints and payee details
- relevant CASES21 reports etc.

This includes a requirement for the principal to sign and date BPay transaction receipts attached to authorised payment vouchers.

## QKR

Kalinda Primary School Council utilises Mastercard's QKR facility for canteen transactions, other school fundraising activities and general school activities, events and functions, where cash has historically been used.

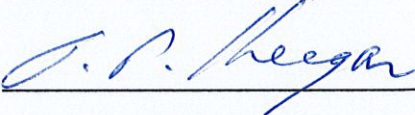
## FURTHER INFORMATION AND RESOURCES

- Finance Manual for Victorian Government Schools
  - Section 3 Risk Management
  - Section 4 Internal Controls
  - Section 10 Receivables Management and Cash HandlingAvailable from: School Financial Guidelines
- Schools Electronic Funds Management Guidelines
- CASES21 Finance Business Process Guide
  - Section 1: Families
- Internal Controls for Victorian Government Schools
- ICT Security Policy
- Public Records Office Victoria
- Archives and Records Management Advice for Schools.

## REVIEW CYCLE

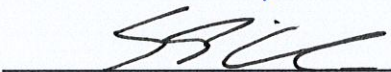
This policy was last approved by school council on 22.02.2021 and is scheduled for review in February 2022.

Signed Tom Keegan (School Council President):



---

Signed Shaun McClare (Principal):



---

