

SECTION: FINANCES

TITLE: PAYMENT OF BILLS

ADOPTED:

REVISED: October 20, 2015

# DEER LAKES SCHOOL DISTRICT

<p><b>1. Purpose</b></p> <p><b>2. Authority</b> SC 439, 607, 1155  SC 427, 439</p> <p><b>3. Delegation of Responsibility</b></p> <p>SC 607, 609, 687 Pol. 612</p>	<p style="text-align: center;"><b>616. PAYMENT OF BILLS</b></p> <p><b>It is the Board's intent to direct prompt payment of bills but at the same time to ensure that due care has been taken in the review of district bills.</b></p> <p><b>Each bill or obligation of this district must be fully itemized, verified and approved by the Board before a check can be drawn for its payment, except that the Board Secretary is permitted to draw payment orders for:</b></p> <ol style="list-style-type: none"> <li>1. <b>The prompt payment of items that will accrue to the district's advantage.</b></li> <li>2. <b>Progress payments to contractors specified in a contract approved by the Board.</b></li> <li>3. <b>Orders to cover approved payrolls and agency account deposits.</b></li> <li>4. <b>Utility bills in months the Board does not meet.</b></li> </ol> <p><b>It shall be the responsibility of the Board Secretary or designee upon receipt of an invoice to verify that the purchase invoice is in order, goods were received in acceptable condition or services were satisfactorily rendered, funds are available to cover the payment, the Board had budgeted for the item, and invoice is for the amount contracted.</b></p> <p><b>Should the invoice vary from the acknowledged purchase order, the Board Secretary or designee shall document on the invoice the reason for such variance.</b></p> <p>Should funds not be available in the account to which a proposed purchase will be charged, the Board Secretary or designee shall determine the overage and request the Board make a legal transfer to cover it.</p> <p><b>All claims for payment shall be submitted to the Board and recorded in the minutes of the Board meeting.</b></p>
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<p>SC 427, 433, 439</p> <p>SC 428</p> <p>4. Guidelines 65 P.S. Sec. 302</p> <p>Title 61 Sec. 32.23 72 P.S. Sec. 7204</p> <p>Title 61 Sec. 32.23 72 P.S. Sec. 7208 Pol. 618</p>	<p>The <b>list</b> of bills shall <b>include</b> for each:</p> <ol style="list-style-type: none"> <li>1. <b>Check number.</b></li> <li>2. <b>Check date.</b></li> <li>3. <b>Vendor.</b></li> <li>4. <b>Amount of remittance.</b></li> <li>5. <b>Description.</b></li> <li>6. <b>Account charged.</b></li> </ol> <p><b>Prior to the Board's consideration of the bills for payment, each invoice shall be reviewed by the Board Secretary.</b></p> <p><b>Upon approval of an order, the Business Manager shall prepare a check for payment and cancel the commitment placed against the appropriate account.</b></p> <p><b>All checks approved by the Board shall be signed by the President, Board Secretary, and Treasurer.</b></p> <p><b>The Vice-President may sign for the President.</b></p> <p><b>Signatures of the President, Vice-President, Treasurer and Board Secretary may be engraved on a signature plate or stamp.</b></p> <p><b>No check shall be made out to cash.</b></p> <p><u>Sales Tax</u></p> <p>The district is exempt from sales tax on the purchase of tangible, personal property or services that are sold or used by the district. The district shall control use of its sales tax exemption number issued by the Department of Revenue, in compliance with established regulations. The exemption number shall be used only when buying property or services for district use.</p> <p>The district shall obtain a sales tax license number for school organizations who purchase items to be resold.</p>
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In order to monitor these activities, the Superintendent or designee shall develop procedures to assure coordination and accumulation of information and proper reporting and remittance to the Department of Revenue.

References:

School Code – 24 P.S. Sec. 427, 428, 433, 439, 607, 608, 609, 610, 687, 1155

Department of Revenue Regulations – 61 PA Code Sec. 32.23

Uniform Facsimile Signature of Public Officials Act – 65 P.S. Sec. 302

Exclusion From Tax – 72 P.S. Sec. 7204, 7208

Board Policy – 612, 618