## SALEM STATE UNIVERSITY
### PROCUREMENT CARD PROCEDURES
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Preface

The current Procard Program, which has been used by Salem State University (SSU) since July 1, 2001, proved to be effective for the institutional procurement and payment processes. Starting with just a few participants, the procurement card is currently being used by almost all of departments. Presently, the Procard is a primary procurement tool for certain travel expenses, office supplies and purchases of small dollar amounts. Since its implementation, the Procard Program decreased the overall administrative costs for processing institutional expenditures.

The Procard offers an alternative to the traditional procurement/payment processes and provides an efficient method to purchase and pay for consumable commodities of low dollar value. The card is a MasterCard, backed by JP Morgan Chase of Salt Lake City, Utah. Examples of low dollar volume consumable commodities include food service, books, plaques, subscriptions, stationery and office supplies. At the discretion of the division vice president or area administrator, the cards are open for certain travel expenses – airplane tickets, parking expenses, business and group travel. All Procard users must still abide by the university travel guidelines: The policy can be found on the procurement card web page at http://www.salemstate.edu/3472.php

The card does not provide exclusion to the policy regarding compliance with the use of the State, Massachusetts Higher Education Consortium (MHEC), E & I, or university contract suppliers. If the desired item is available on an established State, MHEC, E & I, or university contract, it must be purchased from the contract vendor.

The Procard program delegates authority to designated employees to purchase approved commodities, directly from selected vendors. The Procard works similar to a personal credit card with the exception that items are bought via presentation of the card to a vendor and payments are made by Salem State. It is the cardholder's responsibility to ensure that all purchases made are within their available budget. Purchases must not exceed budget. Use of the card reduces the requirement for payment vouchers, requisitions and purchase orders and assigns final responsibility documentation, control over receipts, card security and number of cards issued to the individual departmental person with overall budget responsibility for the particular account against which the card is issued. Use of the card is an easy, familiar method that greatly improves customer service by reducing order time for small dollar purchases. The Procard is designed to be used for purchases related to university business only. Use of the cards for personal purchases or non-authorized items is strictly prohibited.

As a participant in the program you will have to complete the cardholder application attached. The vice president or area administrator of your area must sign it. You will be expected to sign a cardholder agreement form, attend an orientation on use of the card and follow the Procard Policy and Procedures Manual which will be given at orientation. Completed applications are to be sent to purchasing department. Should you have any questions regarding this matter please give me a call at ext. 6152.

Sincerely,

Evelyn D. Wilson, C.P.M., MCPPO
Director, Purchasing and Materials Management
Salem State University
Frequently Asked Questions –

1. **Q. Who is eligible to get a procard?**
   A. Salem State University faculty and staff are eligible to apply for a procard with departmental supervisor approval. Generally, only full-time faculty and staff whose specific job responsibilities require them to make direct purchases should apply to receive a procard. It is not necessary for every eligible department employee to receive a procard – typically it should be only for individuals who make the majority of departmental purchases. A budget chartfield must be linked to the procard. Procurement cards are primarily to be used for office supplies, stationery, maintenance/repair/operations, medical supplies, laboratory supplies, books, food service, subscriptions, memberships, uniforms and other small dollar consumable purchases. At the discretion of the division vice president or area administrator, the procards are open for certain travel expenses such as airplane tickets, conference registrations, hotel lodging, meals on the road, and parking expenses.

2. **Q. What if I charge something by mistake on my procard?**
   A. Bring a personal check to General Accounting to reimburse the university. Use the receipt transmittal form on the General Accounting page.

3. **Q. How do I get my single or monthly limit raised?**
   A. Send an email request to Evelyn Wilson in Purchasing. Include in the email the item description that you want to buy; the merchant; the total cost; copy the person who has budget authority for that chartfield.

4. **Q. How long does it take to process a procard application?**
   A. It takes about 10 business days. Overnight cards can be requested but there is an additional cost of $25.

5. **Q. How do I sign up for training?**
   A. Training is done each month in the ITS training room. There is a schedule on the ITS training site. We will notify you of the next training when your card is received in Purchasing.

6. **Q. How do I report a lost or stolen card?**
   A. Contact JP Morgan Chase and the procard office. JPMC Telephone: 1-800-270-7760. 24 hours a day, 7 days a week.

7. **Q. How do I cancel a procard?**
   A. Please send an email to Evelyn Wilson with the cardholder’s name.

8. **Q. What is JPMC’s contact information?**
   A. Telephone: 1-800-270-7760. 24 hours a day, 7 days a week.

9. **Q. Do I still have to keep the paper receipts now that we are scanning and attaching receipts to transactions?**
   A. Yes. For the time being we should keep the paper receipts until we get through the face to face annual audits.

10. **Q. How can I remove a receipt that I attached in error?**
    • Select Transaction > Manage
    • Click the transaction where you want to delete the associated receipt
    • Click the Receipts tab.
    • Click the delete button (trash can) next to the receipt you want to delete.
    Note: Cardholders can only remove receipts prior to clicking reviewed. Approvers can only remove receipts prior to clicking approved. Program Administrators can remove a receipt at any time.

11. **Q. May I have something delivered to my home address if I need a special delivery?**
    A. Home delivery is never appropriate. All orders must come in from the US Post Office via our mail address 352 Lafayette St., Salem MA 01970 or from a delivery company, such as UPS, FedEx, via our Shipping and Receiving address at 70 Loring Ave. Rear, Salem MA 01970.

12. **Q. Can we use the entire per diem for our meals?**
    A. We do not have a per diem which is a set amount of money to spend for meals per day. We have meal allowances. The meal allowances are for a specific meal at a specific time of day. The meal allowances only go into effect when the traveler is out overnight. For more info go to http://www.salemstate.edu/3475.php
SECTION 1 – PROCUREMENT CARD OVERVIEW

1. Introduction

Welcome to the Salem State University Procurement Credit Card Program (Procard). The Procard is a new procurement tool, which offers an alternative to the existing university procurement/payment processes and provides an efficient and effective method to purchase and pay for consumable commodities of low dollar value. The card is a MasterCard credit card, backed by JP Morgan Chase of Salt Lake City, Utah.

This user guide outlines the benefits of the Procard program to you (the cardholder) as well as to your department and the university. It also provides you with the information that you will need to use the card. The Procard concept is designed to delegate authority and responsibility, to enable you to quickly and conveniently make small purchases of approved commodities directly from those vendors that accept the MasterCard. This program was created with the help of many staff members who participated in the program development, and is designed to meet your needs and those of the university.

2. Benefits

The benefits of the Procard to you and to the university are significant:

Benefits to the cardholder:

- Eliminates the need for blanket orders for small purchases of consumable supplies.
- Allows you to obtain small purchases of consumable supplies much faster and easier than with the traditional purchase/payment methods.
- Allows you to be more efficient, thereby enabling you to better focus on the value added aspects of your job.
- Eliminates the bottlenecks that exist within the paper system.
- Eliminates the need for you to obtain vendor codes or add a vendor to the PeopleSoft system.

Benefits to the university:

- Enables purchasing and accounts payable to focus on higher yield, more value added activities, such as the creation of more improved contracts and the timely processing of invoices and payment.
- Dramatically reduces the number of purchase orders, invoices, and checks.
- Saves the costs associated with mailing purchase orders and payments.
- Reduces the number of vendors in the university's vendor file.

3. No Personal Purchases

The Procard is designed to be used for purchases of consumable supplies related to university business only. Use of the card for personal use is strictly prohibited. The purchasing department and accounts payable are responsible for monitoring the effectiveness of the Procard program. If you have any questions regarding the program or the appropriate use of the Procard, please contact Evelyn Wilson, C.P.M., director of purchasing and materials management in the purchasing department at ext. 6152 or Kym Coogan-Allison, EPD Systems Analyst III at ext. 7323.
4. How It Works

The Procard simplifies the process for the purchase and payment of goods. Purchasing authority is delegated to the authorized cardholder, thus enabling the cardholder to order materials directly from the supplier. When the goods are received, the cardholder saves the packing list (or whatever documentation is available from the vendor to show the proof of purchase). Once a month, the cardholder will receive a statement from the bank that lists all the cardholder's purchase transactions. The cardholder will reconcile the documentation to the monthly statement and place it on file for audit purposes. It's that easy!

5. The Authorization Process

There are five authorization criteria built into the Procard that are checked by the Mastercard system when the vendor scans the card, or enters the cardholder's card number, at the point of sale. Following are the authorization criteria and the present limits (standards) that have been established by the university for Procard use. All transactions are approved or declined instantaneously at the point of sale based on the Procard authorization criteria:

<table>
<thead>
<tr>
<th>Authorization</th>
<th>Beginning Set on Card</th>
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<tbody>
<tr>
<td># of transactions allowed per day</td>
<td>10</td>
</tr>
<tr>
<td># of transactions allowed per month</td>
<td>10 x days in month</td>
</tr>
<tr>
<td>Single purchase limit</td>
<td>beginning at $2,000</td>
</tr>
<tr>
<td>Spend per month</td>
<td>beginning at $5,000</td>
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How to Request an Increase in Limits

The cardholder, with permission of the cardholder's administrator, may request an increase or decrease on the cardholder's card based on your needs. To request an increase please email Evelyn Wilson at ewilson@salemstate.edu stating the reason for the increase and copy your administrator.

How to Request an Increase in Transactions Per Month.

Each time the card is used, that counts as a transaction. If the transaction limits established for the card are exceeded, the card will be rejected. To request an increase please email Evelyn Wilson at ewilson@salemstate.edu stating the reason for the increase and copy your administrator.

All requests for increase in dollar limits and or transaction number will be kept on file.

6. Accounts and Object Codes

The Procard may not be used for purchases against state appropriated accounts (MMARS) or for foundations accounts. Only one account number and object code may be applied to the Procard; however, charges may be moved from the card account and object code to other valid campus accounts and object codes by authorized individuals who have access to the reallocation screens.

Select the object code that best fits the majority of the types of purchases of consumable supplies that you usually make that are appropriate for the account assigned to your card.

7. Restricted Commodities

The Procard should not be used for the following:

- Cash Advances have not been turned on
- Construction and Renovations. These are done by a work order to the Facilities Department.
- Hazardous Materials
• Leases and contracts are done through Purchasing
• Personal Items
• Radioactive Materials, Hazardous Materials or Disposal are done through Facilities.
• Reimbursements of any type are done on reimbursement forms through General Accounting.
• University owned telephones are done through the Telecommunications Department.
• Hardware and Software purchases are done through ITS.
• Any use of the Salem State University name or logo need to be approved by Graphic Design and must adhere to the Graft Standard.

Contract Compliance

While the card is a new procurement tool, it does not signal a change in policy regarding compliance with the university contract suppliers. If the desired item is available on an established State, MHEC, E & I, or university contract, it must be purchased from the contract vendor.

The purchasing department is authorized to bid for, and issue, contracts that will provide the university with the "least total cost" arrangements for consumable supplies required from outside vendors. When bidding contracts we consider not only the vendor's line item pricing for the products, but also the vendor's:

• Ability to provide the necessary quality, delivery and service
• Overall pricing structure
• Warranty and service policies
• Compatibility with university automated systems
• Financial stability
• Other organizational requirements.

Supplier contract pricing and performance are normally based on the university's overall anticipated volume of purchases during the contract period. In order to assure the university community of paying the "least total cost" for goods, and to fulfill the university's obligation to consolidate all of its requirements with the authorized contract supplier's, all university departments are obligated to order the required consumable supplies from those vendors who are authorized contract suppliers to the university (State, MHEC, E & I, and university contracts), if the desired items are available on contract. Where do I find the list of current contract vendors? Go to Purchasing web site and click on contracts. It will link you to the following:

• University contracts: http://www.salemstate.edu/3478.php
• State contracts: http://www.comm-pass.com/
• MHEC contract vendors: http://www.mhec.net/
• Educational and Institutional Cooperative Service: https://www.eandi.org/Default.aspx

8. How to Activate Your Procard

You must call JPMC at the number indicated on your Procard to activate your credit card, before you use it. JPMC verify your identity, to ensure that you are indeed the legitimate cardholder. Remember that only the cardholder is authorized to use the Procard. You are responsible for all activity against the cards and may not share your Procard with anyone.
9. **How to Order**

The Procard may be used to purchase consumable supplies in person at the supplier site, over the phone, or by mail. Prior to placing the order, check to see if the item(s) is available from a contracted vendor. When placing your order over the phone, please be sure to provide the vendor with the following information:

- Identify yourself as a Salem State University employee.
- State that you wish to make a university purchase using the university MasterCard.
- State that the university is tax exempt and give the vendor the university's tax exempt number, which is listed on the front of the card (999-089-460). If they require a W-9 this can be found on the Purchasing web site under Forms.
- Provide your name.
- Give your Procard number.
- Furnish the expiration date of your card.
- State the appropriate contract that the purchase is being made against (State, MHEC, E & I, University), if applicable, to insure that you will receive contract pricing.
- State the quantities and descriptions of the consumable supplies that you require.
- Verify the total cost of the purchase with the vendor.

10. **Shipping Instructions**

Tell the vendor that the address label/packing list that accompanies the package(s) must contain the following information:

- Packages that are not sent via U.S. or express mail are to be sent to Salem State University, Receiving Department, 70 Loring Ave. - REAR (Accessible Via Canal Street), Salem, MA 01970 c/o:
  - Cardholder's name.
  - Name of the department to which the package belongs.
  - The building and room number.

Please note that, by law, vendors are not permitted to bill your credit card for purchases until the items have been shipped and the transaction will not go against your card until that time. In most instances, your card account will be debited within 48 hours after the vendor ships your merchandise.

11. **Responsibility for Receipt and Return of Goods**

The cardholder is responsible for ensuring receipt of goods and follow-up with the vendor to resolve any delivery problems, discrepancies or damaged goods. Upon receipt of your goods, keep the documentation received from the vendor (typically a sales receipt or packing slip) for later reconciliation. Items(s) should be returned to the vendor by whichever means the vendor requires. **The cardholder is responsible for ensuring that proper credit is applied to the card account for any returned item(s) and that evidence of the return is maintained.**

12. **Cardholder Record Management**

The following is a synopsis of the Procard policy for records management. Each month you (the cardholder) will receive from the bank a cardholder statement listing all your purchases. Check the statement against your sales receipts, cash register receipts, and packing slips, to ensure that all of the goods for which you are charged have been received. **There should be a receipt for each transaction. In cases of missing receipts the procard limit will be set to zero until such time as the receipts are accounted for.**

The university will pay JP Morgan Chase directly and charge the account assigned to your Procard. **It is the cardholder’s responsibility to ensure that all of the required documentation is accounted for and maintained, that the cardholder statement is reconciled against the supporting documentation, that the cardholder limits assigned to the card are not exceeded, and that the expenditures on the card do not exceed the funds available in the account assigned to the card. Use of the Procard will in no way affect or change your personal credit history.**
The Procard will eliminate the time and effort spent on processing and invoicing small purchase requests/purchase orders. With the authority to purchase specific commodities comes the responsibility to maintain adequate documentation on the source of the transaction.

The following are examples of supporting documentation:

- Itemized packing slips
- Itemized sales receipts
- Itemized copies of vendor order forms or applications
- Itemized cash register receipts
- Print screens for online registrations or purchases

All records must be retained by the department and kept available for audit purposes for the current and six previous fiscal years. These invoices and receipts should in the file folder provided by Purchasing for the records. They should be in order by month attached to the invoice. They should be in order, legible and easy to audit.

When the purchase is made over the counter, the cardholder will retain the invoice and “customer copy” of the charge receipt. Prior to signing this slip, the cardholder is responsible for making sure that the vendor lists the quantity and fully describes the item(s) on the charge slip.

When making a purchase by telephone, the cardholder should document the transaction on the Procard log. The cardholder should always obtain the name of the individual taking the order. When the goods are received as a result of placing the telephone order, all shipping documentation should be retained.

The Procard may be used to purchase over the Internet. All relevant information should be printed from the ordering screens, if available, recorded on the Procard log and handled in the same manner as telephone purchases.

If the card has been authorized for travel and entertainment or meal expenses, then those transactions should say in the comments field the purpose of the activity and a list of those in attendance.

Effective November 1, 2013, the receipts will be scanned and attached to each transaction. We still recommend that you keep your paper copies.

13. Review of Account

Transactions may be viewed daily using PaymentNet. The cardholder shall check each transaction listed against the department’s Procard log, receipts and any shipping documents to verify the transactions listed on PaymentNet.

The original sales documents, (packing slip, invoice, cash register tape and credit card slips, etc.) for all items listed on the statement must be neatly attached, in Procard log and then statement. This data is critical to enable proper account reconciliation and audit review. The careful matching of complete support documents to the log and then to the statement is vital to the success of this program.

If the cardholder does not have documentation of a transaction listed on the report, he/she will attach an explanation that includes a description of the items(s) purchased, date of purchase, vendor’s name and reason for the lack of supporting documentation.

a. Effective November 1, 2013, the cardholder is to review each transaction by checking it off, adding notes, checking off the notes box, and reallocating the object code if it does not match the transaction description. Once the cardholder checks off their transaction, an email will notify the cardholder’s manager that they must check-off the transaction. The manager is to check-off the approved button. By checking this button the manager indicates they have reviewed the charges and has determined the expenses are appropriate. This is an important responsibility and approvers should take the approval process very seriously. If a supervisor approves an inappropriate expense, responsibility for that expense will fall to the supervisor who approved it. Supervisors should never delegate the approval process to a subordinate staff member. If an approver is unable to approve expenses for an extended period of time, for example due to illness, the approver’s supervisor, not their support staff, should complete approvals during this time period.
b. An email will be sent out from Purchasing to all Procard holders and account managers on the 27th of each month reminding them to review their monthly transactions. Transactions must be checked by the first day of each month for the previous month. If they are not checked off on the first day of the month the cardholder will receive an email reminder to check them off until they are checked off for up to 30 days.

c. In the event that transactions remain unchecked after 60 days an email will be sent to the cardholder and their supervisor.

d. In the event that transactions remain unchecked at 90 days the card will be suspended. The cardholder will receive an email from the Director of Purchasing informing them that the spending limit has been set to zero. The spending limit will be restored only after all transactions are checked and verified with comments.

14. University Billing
The Procard bank shall issue on invoice to accounts payable at the end of each billing cycle (last day of the month.)

15. Purchasing Card Security
It is the cardholder’s responsibility to safeguard the Procard and account number to the same degree that a cardholder safeguards his/her personal credit card.

The cardholder must not allow any unauthorized individuals to use the Procard or the card number. A violation of this trust may result in the cardholder having his/her card withdrawn and/or disciplinary action for the cardholder and/or the unauthorized individual.

If the Procard is lost or stolen, the cardholder must immediately notify the bank by calling 1.800.270.7760. Representatives are available 24 hours a day. The cardholder must advise the representative that the call is regarding a MasterCard Procard. The university purchasing department (978.542.6152) must be notified.

A new Procard will be promptly issued to the cardholder after the reported loss or theft. A Procard that is found by the cardholder after being reported lost must be cut in half and sent to the purchasing department, second floor of Administration Building.

16. Cardholder Separation from University
Should a cardholder terminate employment with the university or transfer between departments, the user department has the specific obligation to reclaim the Procard, notify the purchasing department of the termination, and return the Procard to the purchasing department. The Procard must be cut in two before it is sent to the purchasing department.

The cardholder may request a written receipt for the return of the card, which may be in the form of a memorandum from the individual accepting the return of the card.

17. Procard Audits
To ensure the continued success of the Procard program and to meet audit requirements of the university and various government agencies, annual audits will be made of the cardholder’s Procard account to determine that items purchased have been received, that proper records are being maintained, and that policies and procedures are being followed. The purchasing department and the accounts payable office staff, as well as university external auditors and state auditors will perform these reviews.

Internal Control:

Once a year a list of all procards will be sent to department managers to make sure that everyone on the list is still and for the manager to review the limits of employee and to make sure the limits are correct or change them if they need to be changed.

For each transaction there must be a receipt. If receipts are missing the cardholder’s procard will be closed until such time as all receipts are accounted for.

18. Definitions
• Vendor: A company from which a cardholder is purchasing goods under the provisions of this procedure.
• Cardholder: Personnel who have been issued credit cards and who are authorized to make purchases in accordance with these procedures.
• Account Manager: This individual shall review and approve a cardholder’s statement of account.
• Procard Administrator: The person responsible for all program details, including all cardholder inquiries.
• Statement: This is a listing of all transactions by the cardholder issued to the cardholder of each month.
• Single Purchase Limit: A dollar amount limitation of purchasing authority delegated to a cardholder.

SECTION 2 – PAYMENTNET OVERVIEW

1. PaymentNet Instructions

   NOTE: To access on-line Help, select “Help” from the “View” menu once you are signed in to PaymentNet.

   Go to PaymentNet Web site: https://www.PaymentNet.jpmorgan.com Note: To set up an icon on your desktop, select the internet icon (the first location in the URL address field) and drag it to your desktop.

   a. Type in ORGANIZATION ID: us63793
   b. Type in USER ID: (first initial, middle initial and last name) – if additional characters are needed asterisk will be added.
   c. Type in PASSWORD: salem1 will be given to you as a temporary password from the Purchasing Department. You will need to create your own password after you log in the first time.
   d. Select “LOGIN NOW” (You will get a “Security Alert” Message – Select “OK”)  
   e. FIRST TIME SIGN-ON ONLY - Select “CHANGE PASS PHRASE” (or any other time you wish to change your password) – follow the directions then return to the main menu

   f. You will click “Transactions Manage”.

        1) Review a Transaction
           a) View the transaction by clicking on it. A new screen will appear which contains ledger and account number and object code listing.
           b) If transaction matches and is okay, check the “Reviewed” box.
           c) You must make a notation about this transaction, simply type text in the “Transactions Notes” section.  
              NOTE: Click the notes box to check off that you have entered a Transaction Note. Select “Save” to save your changes and transaction notes.

        2) Change Account Number and/or Object Code
           a) Select transaction by placing cursor in any field associated with that transaction – one left mouse click
           b) Select “Ledger & Acct #” and/or “Object Code” arrow and select appropriate ledger and account number or object code. (If you are unsure of the correct Object Code to select please refer to Z drive, chartfields, chartfield list, Exp. Accts tab or call Evelyn Wilson at 6152 or Kym Coogan at 7323.)
           c) You must make a notation about this transaction, simply type text in the “Transactions Notes” section.  
              NOTE: Click the notes box to check off that you have entered a Transaction Note. Select “Save” to save your changes and transaction notes. If you do not wish to save your changes, select “List” at the top right side of the screen.

        3) Attach a Receipt
           a) Select transaction by placing cursor in any field associated with that transaction - one left mouse click
           b) Select Receipts tab, click “Attach Receipts”
           c) Next screen select “Browse” for Upload Images (receipts saved on computer).
           d) Click “save”

        4) Second Approval
           a) Click link in notification email to approve transactions.
b) View the transaction by clicking on it. A new screen will appear which contains ledger and account number and object code listing and transaction notes and attached receipts.

c) If transaction matches, accounting codes are correct and receipt purchase is valid, check the “Approved” box.

5) **Split a Transaction**
   a) Select transaction by placing cursor in any field associated with that transaction – one left mouse click  
   b) Select “Add Lines”  
   c) Select Enter # of Lines of Splits  
   d) Select Add  
   e) Select “Edit Row” symbol (triangle)  
   f) Make appropriate changes to “Ledger & Acct #,” “Object Code,” “Percent” and/or “Amount.”  
   g) Select “Save” at the top left corner of the screen. The “Campus Code,” “Department Code,” “Ledger & Acct #,” & “Object Code” columns will all display “Split” once a split has been made. *Note: If you decide not to make a split, choose “Remove Lines” and then “Return to Transaction Listing.” Do NOT choose “Save at the top left of the screen if you decide to cancel the split.*

6) **Dispute**
   a) Select the appropriate transaction as listed above.  
   b) Select “Dispute.”  
   c) Select “Reason for Dispute.”  
   d) Add any additional comments as necessary.  
   e) Select “Submit”  
   f) Select “Mark as resolved/Undo”  
   g) The dispute will automatically be sent to Paymentnet and you will receive an E-Mail confirmation.  
   h) Select “List.”  
   i) A “Stop Sign” will appear in the “Trans ID” column for the disputed transaction. To view the detail on the dispute, select the “Stop Sign.”  
   j) When the dispute has been resolved, you will need to “Undo” the dispute by selecting the “Stop Sign” and selecting “Mark as resolved/Undo.”

7) **Reports**
   a) Select “Reports” from the drop-down “Reports” menu.  
   b) From transaction listing, select “Create”  
   c) Select “Report you wish to run” by clicking on it.  
   d) Select “the Date Range, Criteria and Hierarchy as needed.”  
   e) Select “Process Criteria” in the top left-hand corner of the screen.  
   f) Select Refresh until the status is reported as successful.  
   g) Follow the directions then print the report once it appears. (*NOTE: If you don’t have Adobe Acrobat Reader, you will be able to download it by following the instructions.*)  
   h) The person reconciling the account and one other person should sign the report. It should be filed with the log receipts.

8) **Queries** - *NOTE: This feature can be used for a breakdown of ledger and account numbers charged against one Procard. Can also be used to do a search of all “Remarks” to track the type of purchases being made.*
   a) From “All Transactions” listing, select “Advanced.”  
   b) Select criteria as desired – same format as “Reports.”  
   c) Print the Query – *NOTE: Queries do not give totals.*
2. Forms

Procard Application Form
5. Default Chartfield

ACCOUNT   FUND   DEPARTMENT   PROGRAM   GRANT   PROJECT

6. Additional Information

☐ EMPLOYEE

☐ CONTRACTOR

IF CONTRACTOR, ENTER END DATE (MM/DD/YYYY)

DEPARTMENT NAME

BUILDING

ROOM NO.

7. Departmental Approval

Dept. Head or Chair

X

YOUR SIGNATURE

DATE

DEPT. HEAD OR CHAIR NAME (PRINTED)

Dean

X

YOUR SIGNATURE

DATE

DEAN NAME (PRINTED)

Vice President

X

YOUR SIGNATURE

DATE

VICE PRESIDENT NAME (PRINTED)
I (employee name) _________________________________, hereby request a Procard. As a holder I agree to comply with the following terms and conditions regarding my use of the card.

- I understand that I am being entrusted with a valuable tool - a Procard - and will be making financial commitments on behalf of Salem State University, and will strive to obtain the best value for the university.
- I understand that the university is liable to JP Morgan Chase for all charges made on the card.
- I agree to use this card for approved purchases only and agree not to charge personal purchases. I understand that the purchasing department will audit the use of this card and report and take appropriate action on any discrepancies.
- I will follow the established procedures for the use of the card. Failure to do so may result in either revocation of my use of privileges or other disciplinary actions.
- I have reviewed the Procard procedures and understand the requirements for the card’s use.
- I agree to return the card immediately upon request or upon termination of employment (including retirement). Should there be any organizational change, which causes my department to likewise change, I also agree to return my card and arrange for a new one, if appropriate.
- If the card is lost or stolen, I agree to notify JP Morgan Chase and the Procard administrator immediately.

EMPLOYEE SIGNATURE  DATE

DEPARTMENT
SALEM STATE UNIVERSITY  
PROCARD LOG  

MONTH & YEAR: ______________

<table>
<thead>
<tr>
<th>DEPARTMENT</th>
<th>CARDHOLDER</th>
<th>CARD NUMBER</th>
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<td>__________________________</td>
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<table>
<thead>
<tr>
<th>DATE</th>
<th>VENDOR &amp; CONTACT NAME</th>
<th>SUMMARY OF ITEMS PURCHASED/ORDER #</th>
<th>TOTAL</th>
<th>DATE RECONCILED</th>
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PROCARD CHECKLIST

Application completed
1. Training session attended
2. Employee agreement completed
3. Card signed by individual user
4. Procard log available for recording transactions
5. Receipts attached to Procard log
6. Transactions checked on PaymentNet
7. Report run on PaymentNet
8. Receipts/log matched to statement
9. Dispute filed (if necessary) via PaymentNet

It is the responsibility of the university to monitor Procard usage, to insure that cardholders are in compliance with the policies and procedures outlined in the user guide and that Procard records are maintained by user departments in accordance with the procedures outlined in Procard records management. To this end, cardholder records will be reviewed on a periodic basis by staff from the purchasing department to check for adherence to internal controls (see Internal Control Plan at: http://www.salemstate.edu/about/4267.php)

and to the policies and procedures outlined in the Procard guide. Cardholder records are also subject to review by various other internal and external auditors.

How Procard Oversight Works – Overview:

Non-compliance with Procard policy may result in a reduction in the cardholder's transaction limits or in the cancellation of the Procard. For the complete list of review issues, see the audit checklist, Procard guide. Examples of issues of non-compliance follow:

- Use of the Procard for the purchase of restricted commodities
- Use of the Procard for the purchase of items that are available under university, state, or MHEC contract are purchased from a vendor other than an appropriate contract.
- Use of the Procard by an unauthorized individual (someone other than the “official” cardholder);
- Use of the Procard in excess of assigned cardholder limit or available budget, after the expiration date of a grant or contract amount, or for purchase(s) that are inappropriate for the account/object code charged.

In certain cases (instances where fraud is alleged or the cardholder has used the card for personal purchases), after an appropriate investigation by the university and other entities, disciplinary action up to and including termination of employment, legal action, and restitution to the university will occur.

Should a cardholder disagree with an audit finding made by the Purchasing Department, the cardholder may write to the vice president, finance and facilities, to dispute the finding. The cardholder should include a photocopy of the post audit checklist that was provided by the purchasing department to the cardholder with the finding, and a complete and clear written explanation of the cardholder’s reason for the dispute.

The Purchasing Department staff will keep the audit checklists, leaving a copy with the individual cardholder. At the end of the audits, the purchasing department will summarize the audit findings by department and program and this summary will be forwarded to the appropriate dean, vice president, area administrator as well as to the vice president for finance and facilities.
5. Procard Audit Checklist

<table>
<thead>
<tr>
<th>No.</th>
<th>Task</th>
<th>Yes</th>
<th>No</th>
<th>Comments</th>
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<tbody>
<tr>
<td>1.</td>
<td>Are records being maintained in accordance with the Procard Record Keeping System requirements?</td>
<td>✓</td>
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<tr>
<td></td>
<td>a) Are statements organized month by month?</td>
<td>✓</td>
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<td></td>
<td>b) Are appropriate receipts with statements? (Per p. 6 of the Procard Manual): Original Sales Documents, Packing Slips, Quotes, Email’s, Cancelled Requisitions, Invoices, Cash Register Tape or Credit Card Slips.</td>
<td>✓</td>
<td></td>
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<tr>
<td>2.</td>
<td>Has the Cardholder stayed within his/her transaction limit?</td>
<td>✓</td>
<td></td>
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<tr>
<td>3.</td>
<td>Has the Cardholder reconciled each statement for each cycle?</td>
<td>✓</td>
<td></td>
<td></td>
</tr>
<tr>
<td>4.</td>
<td>Is the card stored in a secure location?</td>
<td>✓</td>
<td></td>
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</tr>
<tr>
<td>5.</td>
<td>Have any of the charges been disputed? If &quot;yes&quot; have they been handled appropriately?</td>
<td>✓</td>
<td></td>
<td></td>
</tr>
<tr>
<td>6.</td>
<td>Has the Cardholder used appropriate channels to report a lost or stolen Procard, if applicable?</td>
<td>N/A</td>
<td></td>
<td></td>
</tr>
<tr>
<td>7.</td>
<td>Has the Cardholder complied with the policy not to purchase any restricted commodities?</td>
<td>✓</td>
<td></td>
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<tr>
<td>8.</td>
<td>Has the card been used for personal business?</td>
<td>✓</td>
<td></td>
<td></td>
</tr>
<tr>
<td>9.</td>
<td>Have purchases been made from Vendors on contract with the University, state, E&amp;I or MHEC as available?</td>
<td>✓</td>
<td></td>
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</tr>
<tr>
<td>10.</td>
<td>Has any sales tax been charged?</td>
<td>✓</td>
<td></td>
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<tr>
<td>11.</td>
<td>Do the transactions appear to be split to avoid the per purchaser transaction limit set on the card or to avoid the bid process?</td>
<td>✓</td>
<td></td>
<td></td>
</tr>
<tr>
<td>12.</td>
<td>Does the Cardholder know how to log on, view and edit transactions on PaymentNet?</td>
<td>✓</td>
<td></td>
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<tr>
<td>13.</td>
<td>Remind the Cardholder that all records and activity against the card are open to review by internal, external, state and federal authorities.</td>
<td>OK</td>
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</tbody>
</table>

As a holder I agree to comply with the following terms and conditions regarding my use of the Card:
- I understand that I am being entrusted with a valuable tool - a Procurement Card - and will be making financial commitments on behalf of Salem State University, and will strive to obtain the best value for the University.
- I understand that the University is liable to JP Morgan Chase for all charges made on the card.
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- If the Card is lost or stolen, I agree to notify JP Morgan Chase and the Procurement Card Administrator immediately.

CARDHOLDER SIGNATURE

DATE
## 6. Contact Names

<table>
<thead>
<tr>
<th>Name</th>
<th>Designation</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Evelyn D. Wilson, C.P.M., MCPPO</strong></td>
<td><strong>Procard Administrator</strong></td>
</tr>
<tr>
<td><strong>Director, Purchasing &amp; Materials Management</strong></td>
<td>Enrollment, reporting, purchasing card questions, training, limit changes, etc.</td>
</tr>
<tr>
<td>Salem State University</td>
<td></td>
</tr>
<tr>
<td>352 Lafayette St.</td>
<td></td>
</tr>
<tr>
<td>Salem, MA 01970-5353</td>
<td></td>
</tr>
<tr>
<td>Phone: 978.542.6152</td>
<td></td>
</tr>
<tr>
<td>Fax: 978.542.6164</td>
<td></td>
</tr>
<tr>
<td>Email: <a href="mailto:evelyn.wilson@salemstate.edu">evelyn.wilson@salemstate.edu</a></td>
<td></td>
</tr>
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</table>

| **Kym Coogan-Allison**                    | **Assistant Procard Administrator**                                         |
| **EDP Systems Analyst III, Purchasing Department** | Account allocation, payment information and hierarchy management. |
| Salem State University                    |                                                                             |
| 352 Lafayette St.                         |                                                                             |
| Salem, MA 01970-5353                      |                                                                             |
| Phone: 978.542.7323                       |                                                                             |
| Fax: 978.542.6164                         |                                                                             |
| Email: kym.coogan@salemstate.edu          |                                                                             |

| **Customer Service**                      | **JP Morgan Chase (The Bank)**                                              |
| **Phone**: 1.800.270.7760                  | Disputes, lost or stolen cards, account balances, and any question about fraud on your account. |
| Disputes Fax # 1.801.281.5859             |                                                                             |
| (Ask to be transferred to disputes)       |                                                                             |

**NOTE:**

Only Evelyn Wilson, Kym Coogan-Allison, Dennis Koontz, and Joan Thomas can call priority services.