



E-Commerce Policy

A PTA's membership must vote to authorize one or more of the following e-commerce options. The PTA must include the corresponding language in their standing rules or adopt a separate policy. PTAs that are adopting this language as a separate policy should note that all standalone policies must be reviewed and adopted annually.

Please choose one or more of the following e-commerce options that may apply to the PTA:

Online Statement Review

Banking and credit card statements may be reviewed online. The non-signer bank statement reviewer must print a copy of the statement to be signed once reviewed and give the signed copy of the bank statement to the Treasurer.

Use of Credit/Debit Cards

- Cards are issued to authorized signers, including the name of the PTA, and should be the same signers as on the bank account. The cards are in the possession of the Treasurer and are used via a checkout log. The log is then reconciled to the statement prior to payment.
- The credit limit should not exceed half of the income on the budget approved at the Annual Meeting.
- Prior to use of the credit or debit card, a funds request should be completed and submitted. Following the purchase, the receipt should be given to the Treasurer and attached to the funds request.
- No cash transactions will be allowed (ATM, cash back, etc.)
- A change in signer on the checking account will require a change in signer on the credit card, and a financial reconciliation shall be performed. This applies when fraud or misuse of the card has been discovered.
- If card is lost or stolen, the account must be reconciled.

Electronic Banking

Online Account Access

Password for online accounts should be changed:

- at least once a year,
- when there is a change in signer, or
- when there is a financial reconciliation.



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The PTA needs to determine who has online access to the account. The Treasurer and President should have full access, and if possible, the additional authorized signers and non-signer bank statement reviewer should have read-only access.

PTA accounts cannot link to any individual accounts.

No transfers of any kind should be allowed including wire transfers from account to account.

ACH/Electronic Payments

Payments to the following are allowed by ACH or eCheck. Wire transfers are not allowed. Proper documentation should still be followed including signed check request forms and any other required documentation. All expenditures (other than escrowed or liability items) must be budgeted.

- Texas PTA
- Texas Comptroller for sales tax remittance
- AIM for insurance policy renewal
- Local PTA to Council PTA
- Council PTA to Local PTA

Recurring Payments

Recurring payments for PTA expenses must be set up to be deducted directly from the bank account. At the first Membership meeting of the year, a motion would be made to approve the recurring payment.

Online Payment Collection Systems

- The PTA membership must approve the use of an online payment collection system.
- The online payment collection system (web-store, etc.) must be in the PTA's name.
- Associated fees are budgeted as an expense line item and must be accounted for and reported on the financial statement. The PTA must ensure that they are checking for these fees often to ensure that the financial statement is accurate.
- All revenue must be accounted for and reported in every financial report in the budgeted income category.
- Bank reconciliations must occur on a monthly basis, and should a manual transfer be required from the third-party processing company, documentation of the transfer should be filed with the bank reconciliation.

Accepting Payment by Credit Card

- The third-party processing company (PayPal/Square) account must be in the PTA's name.



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- Third-party processing company (PayPal/Square) statements must be clear with detailed and accessible information on a real-time basis. The PTA must have immediate access to know who has paid, the purpose of the payments, and the expected cash transfer amount.
- The third-party processing company (PayPal/Square) must be Certified Compliant with the Payment Card Industry Data Security Standards (PCI DSS). Reference the Discover, MasterCard, and Visa list of Compliant Service Providers before the PTA signs the agreement.
- Third-party deposits are processed the same as a traditional bank deposit.
- Proper documentation is required for each deposit.
- The documentation need not have counters' signatures as you are receiving a bulk deposit.
- Document on the deposit form the amount of the deposit and which budget lines are impacted.
- Attach a copy of the online transaction to the deposit form.
- For daily deposits, a weekly summary of the deposits may be documented on a single deposit form.
- Associated fees are budgeted as an expense line item and reported on the financial report.
- For swiped transactions, the PTA will receive training from your third-party processing company on handling cards that do not read correctly.
- Card numbers must not be written down for any reason. Only swiped transactions that are immediately authorized (via internet or phone access) will be accepted.
- The PTA will not swipe or store transactions for later settlement.

Disputes

- PTA will confirm with the third-party processor that only the PTA Treasurer may confirm a refund to the customer. Confirming a refund requires the same approvals and documentation as required for a request for a check to be issued for disbursement.
- The authorized refund must be recorded in the check registry prior to withdrawal.
- The third-party processing company must provide the PTA guidance on challenging a disputed payment.
- Any challenge of payment must be responded to promptly and accurately.
- If merchandise has not already been provided, goods and services will be withheld until the dispute is cleared.
- If the dispute is not resolved favorably, treat this action in the same manner as a non-sufficient funds check.