

## CREDIT CARD POLICY Revised 8/10/06

### 1. PURPOSE

The purpose of this policy is to establish rules and procedures for the purchases of specified goods and services by County officers and employees using a county credit card. The use of credit cards enhances the efficient operation of County government, but policies regarding the issuance and use of credit cards are necessary to protect the County's financial interests. The authority to establish the credit card policy is with the Tuscola County Board of Commissioners under the guidelines set by the State of Michigan in P.A. 266 of 1995. Day-to-day administration of the policy shall be the responsibility of department heads.

### 2. POLICY

2.1 The Fiscal/Personnel Analyst in the Controller/Administrator's Office through the Controller/Administrator is authorized to secure the issuance of credit cards for use by selected County officers and employees, but the credit line per card shall not exceed \$1,500 except for the Board of Commissioners or when there are multiple users of one card in which case the credit card limit per card shall not exceed \$3,000.

2.2 Daily administration of credit card policies, including accounting, monitoring, and procedures is the responsibility of elected and appointed department heads. The policies shall include at a minimum:

2.2.1 An up-to-date list of all Tuscola County employees with authorized credit cards shall be maintained at National City Bank and the Controller/Administrator's Office.

2.2.2 Department heads are responsible for obtaining credit cards from employees who are discontinuing employment with the County and are to submit them to the Fiscal/Personnel Analyst.

2.2.3 Requests for new employees to receive credit cards shall be made in writing from respective department heads to the Fiscal/Personnel Analyst.

2.2.4 It is the responsibility of respective departments to reconcile credit card expenditures with bank statements and employee receipts. **Employees are required to submit a detailed, itemized receipt for all credit card expenditures, including a**

**breakdown of all purchases at dining establishments.**  
**CREDIT CARD POLICY**

National City Bank will send a statement of credit card expenditures directly to respective department heads.

- 2.2.5 After department heads reconcile credit card expenditures and sign invoices for payment with identification of account numbers to be charged, invoices and corresponding documentation (detailed, itemized receipts, etc.) can then be submitted to the Controller/Administrator's Office for payment.

If a department head or the cardholder determines that the card was used in error (ie: non-county business) or detailed, itemized receipts are not supplied, then the cardholder is to remit the payment to the County immediately.

Upon receiving signed bank invoices, the Controller/Administrator's Office is authorized to make immediate payment and charge respective departmental budgets, without County Board action. It is vital that elected officials and department heads promptly process payment requests in order to prevent incurring interest charges.

- 2.2.6 If a credit card is lost or stolen, it is the responsibility of the elected official, department head, or employee to immediately notify the Fiscal/Personnel Analyst in the Controller/Administrator's Office and National City Bank so appropriate protective action can be taken.
- 2.2.7 Credit card charges shall not exceed the authorized budget for respective department line item accounts.
- 2.2.8 Elected officials and department heads are responsible to explain to each employee using the card that they will be subject to disciplinary measures, including discharge, consistent with the law for the unauthorized use of a County credit card including, but not limited to: personal expenditures, purchase of alcohol, cash advances, or items that are exempt from County funding.
- 2.2.9 It shall be the cardholder's responsibility to present verification of County tax exemption status for all in-state purchases and lodging charges in order to capitalize on this savings to the County.
- 2.2.10 For a list of unauthorized expenditures, please see section 3

of the Claims Processing Procedure Policy.