

Extension of Depository Contract

April 11, 2017

SUMMARY:

This item requests the extension of the Bank Depository Contract for the two-year term from 7/1/2017 through 6/30/2019.

BOARD GOAL:

VI. Growth, Change & Fiscal Responsibility... In pursuit of excellence, the district will: demonstrates effective and efficient management of district resources.

PREVIOUS BOARD ACTION:

BBVA Compass Bank was awarded the depository contract for the two-year term from 7/1/2015 through 6/30/2017 on April 21, 2015.

BACKGROUND INFORMATION:

A school district and the district's depository bank may agree to extend a depository contract for two additional two-year terms.

SIGNIFICANT ISSUES:

BBVA Compass Bank was approved on April 21, 2015 as the depository bank. The online banking (E-Access) tool is helpful in the day to day cash management of the district. BBVA Compass provides excellent service, and we have a great relationship with the local representatives.

FISCAL IMPLICATIONS:

The existing terms and conditions for the banking services and rates will be extended for an additional two-year term.

BENEFIT OF ACTION:

Our current working relationship with BBVA Compass Bank is very good. BBVA Compass provides quality service and prompt response to questions. Approval of this contract extension will allow us to continue our current banking procedures.

PROCEDURAL AND REPORTING IMPLICATIONS:

The district is required to submit a *Board Resolution Extending Depository Contract for Funds of Independent School Districts* to the Texas Education Agency, with original signatures, by June 15, 2017.

ALTERNATIVES:

Bid for depository bank contract.

SUPERINTENDENT'S RECOMMENDATION:

Recommend approval of the *Board Resolution Extending Depository Contract for Funds of Independent School Districts* to extend the depository contract with Compass Bank for an additional two-year term from 7/1/2017 through 6/30/2019.

STAFF PERSONS RESPONSIBLE:

Debbie Monschke, Assistant Superintendent of Administrative Services
Julie J. Simpson, Director of Finance

ATTACHMENT:

Board Resolution Extending Depository Contract for Funds of Independent School Districts

APPROVAL:

Signature of Staff Member Proposing Recommendation: _____

Signature of Divisional Assistant Superintendent: _____

Signature of Superintendent: _____