



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: May 19, 2025

AGENDA ITEM: Extension of Bank Depository Contract

PRESENTER: Earl Husfeld, Chief Financial Officer

BACKGROUND INFORMATION:

- The Texas Education Code (TEC), Chapter 45, Subchapter G requires each school district to renew its bank depository contract every two (2) years.
- Effective September 1, 2017, the TEC was changed to allow school districts the option of extending their depository contract a total of three (3) additional two-year extensions if mutually agreed.
- In August 2021, the District selected First Financial Bank, N.A. (First Financial Bank) as our depository bank through the request for proposal (RFP) process.
- The initial contract period with First National Bank was for the two-year term of September 1, 2021 through August 31, 2023.
- In August 2023, the Board of Trustees approved the first of three (3) additional two-year extensions with First Financial Bank.
- Throughout the initial two-year contract (2021-2023), as well as the subsequent two-year contract (2023-2025), First Financial Bank has provided excellent bank depository services to the District.
- After discussions with First Financial Bank staff, we are recommending the extension of the District's bank depository contract for the second two-year term of September 1, 2025 through August 31, 2027.
- This item will be presented to the Board of Trustees for consideration/action at the June 2025 regular board meeting.

FISCAL INFORMATION:

None, bank fees are waived.

ATTACHMENTS:

None - Information Report

ADMINISTRATIVE RECOMMENDATION:

None - Information Report