

John Troy
Assistant Superintendent & General Counsel

Board Report

December 12, 2025

RE: Bank Change from CIBC to BMO

CIBC has informed the district that it is closing its local branch and that the closest branch to us would be in Worth, Illinois. Obviously, that would not work for us with the amount of deposits we make.

Kathi Norman, the school district treasurer, headed up the search for another suitable bank for the district. After researching the local banks the recommendation is to switch banks to BMO which has branches in both Minooka and Channahon.

The following are the highlights of services offered by BMO:

- BMO's Online Banking for Business (OLBB) platform is a robust digital management tool designed for Commercial clients to manage day-to-day operations efficiently.
- The district's balances will continue generating Earnings Credits to offset fees.
- Any amount above what's needed to cover fees will earn hard-dollar interest automatically.

Based on our three-month average combined DDA balances of \$7,452,382:

- Approximately \$1,113,477 would offset monthly estimated fees of \$1,562.
- The remaining \$6,338,905 could earn interest at 1.25%, generating about \$6,495 per month—or roughly \$77,940 annually, compared to previously earning nothing at CIBC.

The following services would also be part of the BMO banking services:

- Balance & Transaction Reporting
- Electronic Statements
- Payee Positive Pay
- ACH Origination (payroll & vendor payments)
- Wires
- Stop Payment Module
- ACH Positive Pay

Recommended Motion

“Motion to change the district's banking services from CIBC bank to BMO Bank.”