

Consideration and Approval of 2023-2025 Bank Depository Contract

Date: May 8, 2023

The district issued request for proposals for April 6th and posted the request for proposal on the district website. Three banks submitted proposals. An internal committee comprised of District administrators carefully reviewed each of the proposals.

The proposals were evaluated based on several criteria, including:

- Cost of services (charges for keeping District accounts, records, reports and furnishing checks)
- Collateralization policy and type of third-party institution holding collateral
- Interest rates *offered* on time deposits
- Additional services offered (purchasing card, payroll card, lease rate, other)
- Customer service reputation and relations
- Ability of the proposer to provide the necessary services and perform the duties as Depository. Experience in providing Depository services to similar accounts (strength of project team)
- Automated services offered
- Funds availability schedule
- Fraud prevention/notification policy

All three banks offered very strong proposals and would be capable of handling the District's accounts. After a thorough analysis of each proposal, the committee is recommending the selection of Extraco Banks. Extraco previously held the bank depository contract and has continued to partner and support TISD. Extraco is offering a competitive interest rate with no annual fees.

The proposal commences on July 1, 2023, for a two-year term with three additional two-year terms if all parties agree. A recommendation will be made to the Board each biennium regarding those potential extensions.

Recommendation: Approve Extraco Bank Depository Contract for the 2023-2025 biennium.