

Henderson ISD Board Background Information

Subject: Consider/Approve Depository Contract for funds of Henderson Independent School District

Presented for: Action X

Report Only

Background Information

The state laws pertaining to school district depositories are found in the Texas Education Code (TEC), Chapter 45, Subchapter G (§§45.201–45.209). The TEC, §45.202, provides that the school depository or depositories of every independent school district may be selected only as provided by that subchapter. In accordance with the TEC, §45.206, in selecting a depository, your school district must use a uniform bid or proposal blank in the form prescribed by the State Board of Education (SBOE) rule, which is 19 Texas Administrative Code (TAC) §109.51.

Henderson ISD’s current Depository Contract terminates on August 31, 2025. The District conducted the required solicitation and received three (3) proposals to provide primary depository services to the District.

Evaluation Criteria:

- Cost of Services
- Interest paid on interest-bearing accounts and deposits
- Ability to perform and provide the required and requested services
- Previous service relationship with the District
- Completeness of proposal and agreement to RFP
- Financial strength and stability of the institution
- References provided and quality of services

Bank	Fees for Two Year Term	Fees for Eight Year Term	Optimal Interest Rate Offered
Texas Bank	No Fees	No Fees	4.3%
Origin Bank	\$22,303	\$89,213	3.5%
Vera Bank	\$10,234	\$40,935	4.0%

After a detailed review and evaluation of the proposals it was determined that the incumbent bank, Texas Bank, provided the most advantageous proposal to serve as the District’s Primary Depository Services provider.

Recommendation

It is recommended that the Board approve the Depository Contract for Funds of Independent School Districts award to Texas Bank.

Contact Person

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