

HAYS CONSOLIDATED INDEPENDENT SCHOOL DISTRICT BOARD OF TRUSTEES

Date: April 24, 2025

Agenda Item: K.3b

Board Goal: Finance

Subject: Consideration and possible approval of the Extension of the Hays CISD Depository Contract – Wells Fargo Bank

Administrator Responsible/Position: Randy Rau, Chief Financial Officer

A. Purpose of Agenda Item:

☒ Action needed ☐ Information only ☐ Receive input

B. Authority for This Action:

☐ Local Policy: ☒ Law or Rule ☐ N/A

C. Goal or Need Addressed: Continuation of the Hays CISD Depository Contract

D. Summary:

☒ **Previous board action relating to this item:** The district awarded a depository contract to Wells Fargo Bank at the June 2021 regular board meeting. The depository contract was renewed for another two-year term at the May 2023 Board meeting.

☒ **Future action anticipated:** Anticipated renewal in Spring 2027

☒ **Background information:** Texas Education Code, Chapter 45, Subchapter G, School District Depositories, Section 45.201 through 45.209, requires a school district to award a depository contract each biennium. The depository shall serve for a term of two years. A district and its depository bank may agree to extend the contract for three additional two-year terms. The contract may be modified for each two-year extension if both parties mutually agree to the terms. The contract term and any extension must coincide with the district's fiscal year. An extension is not subject to the requirements of Education Code 45.206 The District can extend the existing depository contract with Wells Fargo for an additional two-year period (July 1, 2025 to June 30, 2027). This would be the first of three possible extensions allowed for the District.

E. Comments Received:

☒ Cabinet ☐ DLT ☐ FBOC ☐ Teacher Org. Reps. ☐ Other:

F. Administrative Recommendation: Administration recommends approval of the depository contract extension between Hays CISD and Wells Fargo Bank.

G. Fiscal Impact and Cost: There is no cost associated with this agenda item.

☐ Budget ☐ Bond ☐ Grant/Special Funds: ☐ Other

☐ Budget Amendment Needed

Prior Year Spending: N/A

Reasons for rejecting alternatives: N/A

Future/Ongoing: N/A

H. Monitoring and Reporting Time Line:

Person responsible for evaluating this decision or action: Randy Rau, Chief Financial Officer

Evaluation method and time line: Continuous evaluation of services

Next report to the board: Spring 2027

I. Suggested Motion:

I move that the Hays CISD Board of Trustees approve the depository contract extension with Wells Fargo Bank, as presented.