

McKinney Independent School District
#1 Duvall Street, McKinney, Texas 75069

To: Board of Trustees
From: Shawn Pratt, Superintendent
Subject: Resolution Extending Depository Contract
Date: June 23, 2025

The District has been utilizing American National Bank (ANB) as its depository since July 1, 2005. The current depository contract was awarded for the period July 1, 2015 through June 30, 2017. As per TEC, 45.205(b), the depository contract can be extended for an additional three 2-year terms (combined 8 years). The District and ANB agreed to the 1st 2-year extension for the period July 1, 2017 through June 30, 2019. The District and ANB agreed to the 2nd 2-year extension for the period July 1, 2019 through June 30, 2021. The District and ANB agreed to the 3rd 2-year extension for the period July 1, 2021 through June 30, 2023.

District of Innovation Amendment #4 allows the district to seek exemption from TEC 45.205 and 45.206 allowing the bank contract to be extended beyond the total eight-year allowable contract term provided the district determines contract pricing remains competitive and there is no operational reason to send banking services out to bid. ANB is willing to extend the contract under the existing terms and conditions for the period July 1, 2025 through June 30, 2027. The District has been exceptionally pleased with the services and support provided by American National Bank and wishes to extend the contract.

Impact Statement: Annual fees/charges are approximately \$15,000 to \$20,000.

It is recommended: That the resolution extending the Depository Contract be approved as presented.

Resource Person(s): Marlene Harbeson, CFO and Stacey Stanfield, Senior Director Finance/Cash Management

Respectfully submitted,

Shawn Pratt
Superintendent

Dr. Dennis Womack
Assistant Superintendent