



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: June 17, 2019

AGENDA ITEM: Consider Approval of Extension of Bank Depository Contract

PRESENTER: Earl Husfeld, Chief Financial Officer

BACKGROUND INFORMATION:

- The Texas Education Code (TEC) requires each school district to renew its depository contract every two years. Prior to September 1, 2017, school districts could extend their depository contract for two (2) additional two-year extensions if mutually agreed. Effective, September 1, 2017, the TEC was changed to allow school districts the option of extending their depository contract a total of three (3) two-year terms. The next two-year term is from September 1, 2019 through August 31, 2021.
- In July 2013, the District selected First Financial Bank, N.A. (First Financial Bank) as our depository bank through the request for proposal process.
- First Financial Bank agreed to waive all service fees for the length of the contract, with no compensating balance required. Additionally, they agreed to provide all bank products needed by the District (checks, deposit slips, deposit bags, etc.) free of charge. They also offered premium interest rates on all interest bearing accounts.
- Throughout the first two-year contract, as well as the subsequent two (2) two-year contracts, First Financial Bank has provided excellent service to the District.
- First Financial Bank has agreed to extend their current contract with no changes for the final two-year period allowed in current statute.
- The following Board Resolution Extending Depository Contract for Funds of Independent School Districts under Texas Education Code, Chapter 45, Subchapter G, School District Depositories is provided for your review and consideration.

FISCAL INFORMATION:

None

ATTACHMENTS:

Board Resolution Extending Depository Contract for Funds of Independent School Districts under Texas Education Code, Chapter 45, Subchapter G, School District Depositories

ADMINISTRATIVE RECOMMENDATION:

The Administration recommends the Board of Trustees approve the following resolution providing for the extension of the bank depository contract with First Financial Bank, N.A. for the 2019-2021 biennium.

**Board Resolution Extending Depository Contract for Funds
Of Independent School Districts Under Texas Education Code,
Chapter 45, Subchapter G, School District Depositories**

Resolved by the **Aledo Independent School District Board of Trustees** that:

Board of Trustees

 First Financial Bank, N.A.

(Name of Depository Bank)

located at

 Parker

(Name of County)

County, State of Texas, being a bank as defined in section 45.201 of the Texas Education Code, and **Aledo Independent School District** (CDN: **184907**) agree to extend this depository
(Name of District)

contract pursuant to Texas Education Code Section 45.205, for an additional two-year term from **09-01-2019** , through **08-31-2021** . Under Texas Education Code Section 45.205(b), a school district and the district's depository bank may agree to extend a depository contract for three additional two-year terms. The extension constitutes the parties' **third** two-year term.
(first, second, third)

Furthermore, under Texas Education Code Section 45.205(c), the contract term and any extension must coincide with the school district's fiscal year.

AGREED AND ACCEPTED on behalf of **Aledo Independent School District**

Name of District

this the **17** day of **June** , **2019** .

Signature of President of School Board

AGREED AND ACCEPTED on behalf of Depository this the _____ day of _____, _____.

 First Financial Bank, N.A.

Typed Name of Depository

Signature of Authorized Bank Officer

Title of Authorized Bank Officer

Acknowledgement

Acknowledged before me in _____ County, Texas, on _____, 20____, by

_____, bank officer of the Depository named in the preceding document, for the Depository.

Signature of Notary

(SEAL)

Notary Public in and for _____
County, Texas