



**Wharton County  
Junior College**

**Proposed Agenda Item  
Board of Trustees Meeting**

Complete this form and submit it to the Office of the President by 5:00 pm on the eleventh day before the following Tuesday meeting of the Board of Trustees. If this form does not provide enough space, you may use an expanded version *as long as you follow the format specified below*.

Date of Board Meeting: August 15, 2017

Date of This Proposal: July 25, 2017

**SUBJECT (item as it will appear on agenda):**

Approval of bank depository extension.

**RECOMMENDATION:**

Authorize college administration to extend the bank depository contract for on additional two-year term.

**BACKGROUND/RATIONALE:**

The current depository contract extension expires August 31, 2017. Education Code §45.205 (b) allows the district to extend a depository contract for two additional two-year terms, after which the district will again be required to bid the depository contract. Prosperity Bank is agreeable to renew for the two-year period.

**Estimated Cost and Budgetary Support (how will this be paid for?):** -0-

**RESOURCE PERSON(S) [name(s) and title(s)]:**

Betty A. McCrohan, President  
Bryce Kocian, Vice President of Administrative Services

**SIGNATURES:**

B. Kocian

Originator

7/25/17

Date

B. Kocian

Cabinet-Level Supervisor

7/25/17

Date

**PRESIDENT'S APPROVAL:**

Betty A. McCrohan

7-25-17



# PROSPERITY BANK®

July 6, 2017

Wharton County Junior College  
Attn: Bryce Kocian  
911 Boling Hwy  
Wharton TX 77488

RE: Depository Bid Extension

Dear Mr. Kocian:

On behalf of Prosperity Bank, I would like to make a proposal to extend the existing Depository Bid of Wharton County Junior College for an additional two years, effective September 1, 2017 and continuing until August 31, 2019. All terms of the original bid will remain in effect.

The current rates to be extended are as follows:

NOW Rates – sheet rates with a floor of .35%  
Money Market rates – sheet rates with a floor of .40%  
Certificates of Deposit – sheet rates

Prosperity Bank has served as the depository institution for Wharton County Junior College since 1981, and look forward to continuing that service. Our financial strength and advanced services attribute to the bank's stability and continued growth.

Thank you in advance for your consideration to extend the depository relationship with us. Should you have any concerns or questions, please contact us.

Sincerely,

Jaha N. Rachunek  
SVP/Lobby Manager  
Wharton Banking Center

Agreed to and accepted by:

Wharton County Junior College

By: \_\_\_\_\_  
Name/Position

\_\_\_\_\_  
Date

Prosperity Bank

By: \_\_\_\_\_  
Name/Position

\_\_\_\_\_  
Date

## Education Code

### Section 45.205:

#### Term of Contract

(a) Except as provided by Subsection (b), the depository bank when selected shall serve for a term of two years and until its successor is selected and has qualified.

(b)

A school district and the district's depository bank may agree to extend a depository contract for two additional two-year terms. An extension under this subsection is not subject to the requirements of Section 45.206.

(c)

The contract term and any extension must coincide with the school district's fiscal year.

Added by Acts 1995, 74th Leg., ch. 260, Sec. 1, eff. May 30, 1995.

Amended by Acts 1997, 75th Leg., ch. 1308, Sec. 1, eff. June 20, 1997.

Amended by:

Acts 2007, 80th Leg., R.S., Ch. 322, Sec. 2, eff. June 15, 2007.