



Member
FDIC

DEPOSIT SERVICE PROPOSAL TO

Brown County

2 Options presented for selection

Chose

- * 1. Four Year Term, Year 1 Rates Fixed, Years 2-4 Variable
- 2. Four Year Term-Rates Fixed

July 10, 2023
(Exhibit #7)



Selected
option # 1

2.11 Value of Collateral

TexasBank uses First Southwest/Hilltop Holdings to independently value all security holdings on a monthly basis.

SERVICE REQUIREMENTS

3.1 Contact Person

Tim P. Espinoza
President-Brown County Market
P.O. Box 1429
Brownwood, TX 76804
325-649-9259 phone
tim.espinoza@texasbank.com

3.2 On-Line Services

The County currently uses TexasBank's Internet Banking application allowing on-line access for balance reporting, secondary user access, statement download, direct deposit processing, image research and many other uses. This use is at no charge.

3.3 Statements

Statements are available online the day after cutoff or by paper within 2-3 days after cutoff.

3.4 Payroll Direct Deposit

TexasBank currently provides access to originate Direct Deposit of the County's payroll as requested at no charge. Our auditors require us to obtain a separate ACH Origination contract to better define parameters of use. A copy of the current Treasury Agreement has been included with the bid copy.

3.5 ACH Transactions

TexasBank accepts all forms of ACH debits and credits.

3.6 Wire Transfers

TexasBank provides the ability to manually send wire transfers and adheres to additional authorized sender restrictions as shown in a separate Wire Transfer Agreement.

3.7 Interest Rates

For demand deposits, in the first year of the agreement, the County would be paid a flat rate, as listed below. Beginning in year two of the agreement, interest paid on demand would be as shown below and indexed to the T-Bill quotes from the most recent auction shown on www.treasury.gov. The rate would be adjusted monthly on all demand accounts.

Interest bearing demand accounts: *C checking*

Interest will be paid on all demand deposit accounts on the collected balances greater than \$1,000. Interest will be paid at the end of each statement cycle. Rates will be calculated as follows:

→ **Year 1 of the Agreement:** Interest bearing demand accounts will be paid a rate of 4.50%.

→ **Beginning Year 2 of the Agreement:** 13-week T-bill rate minus 0.50 bps, at the first of each month as quoted on the Treasury Department website. (Treasury.gov). Rate will be changed monthly using this calculation on all interest bearing demand deposits.

Interest paid on time deposits would be as shown below and indexed to the T-Bill quotes from the most recent auction shown on www.treasury.gov on the day the time deposit is opened. Certificates of deposit pay interest at maturity and early withdrawal penalties are applicable.

Fixed Rate Certificates of Deposit:

→ For maturities less than 1 year, the rate will be calculated as follows:

13-week T-bill quote less 0.45 bp.

→ For maturities greater than a year, the bank's current rates will be utilized.

3.8 Disbursement Services	TexasBank will furnish standard disbursing services as requested.
3.9 Deposit Service	TexasBank will provide credit for deposits as requested. A copy of the bank's current Funds Availability Schedule is included.
3.10 Cash Overdrafts	TexasBank acknowledges the overdraft provision in the bid specifications.
3.11 Computerized Output	Existing Internet Banking software allows transaction download in a variety of formats any time the County desires.
3.12 Security Safekeeping	TexasBank will accept safekeeping of book entry investment securities should the County purchase such investments. The third party safekeeping charges will be passed through to the County without markup.
3.13 Credit Card	TexasBank does not offer a Bank issued or Bank branded credit card.
3.14 Payment for Services	N/A
3.15 Cash Management	No Charge



option # 2

2.11 Value of Collateral

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3.5 ACH Transactions

TexasBank accepts all forms of ACH debits and credits.

3.6 Wire Transfers

TexasBank provides the ability to manually send wire transfers and adheres to additional authorized sender restrictions as shown in a separate Wire Transfer Agreement.

3.7 Interest Rates

Interest bearing demand accounts: (checking)

Interest will be paid on all demand deposit accounts on the collected balances greater than \$1,000. Interest will be paid at the end of each statement cycle. Rates will be calculated as follows:

→ **For the life of the agreement:** Interest bearing demand accounts will be paid a rate of 3.00%.

Certificates of deposit pay interest at maturity and early withdrawal penalties are applicable.



FIC

Fixed Rate Certificates of Deposit: (c/d/s)

→ For maturities less than 1 year, for the life of the agreement at rate of 3.00% will be paid.

→ For maturities greater than a year, the bank's current rates will be utilized.

- 3.8 Disbursement Services** TexasBank will furnish standard disbursing services as requested.
- 3.9 Deposit Service** TexasBank will provide credit for deposits as requested. A copy of the bank's current Funds Availability Schedule is included.
- 3.10 Cash Overdrafts** TexasBank acknowledges the overdraft provision in the bid specifications.
- 3.11 Computerized Output** Existing Internet Banking software allows transaction download in a variety of formats any time the County desires.
- 3.12 Security Safekeeping** TexasBank will accept safekeeping of book entry investment securities should the County purchase such investments. The third party safekeeping charges will be passed through to the County without markup.
- 3.13 Credit Card** TexasBank does not offer a Bank issued or Bank branded credit card.
- 3.14 Payment for Services** N/A
- 3.15 Cash Management** No Charge
- 3.16 Expense Allowance** TexasBank agrees to allow a \$2,000 annual allowance to offset the expense of ordering checks and other bank supplies.
- 3.17 Audit Procedures** TexasBank acknowledges full compliance with any County audit request.
- 3.18 Other Specific Services** Refer to Section 3.16
- 3.19 Other Unspecified Services and/or Costs**
 - DDA Account Maintenance No Charge
 - Transfer of Funds (local accounts) No Charge
 - Transfer of Funds (non-local) No Charge
 - Stop Payment Charges No Charge
 - Electronic Deposits No Charge
 - Locked or Sealed Bags No Charge



FEES

Laser Checks	Covered under section 3.16 annual supply allowance
Checks in books or binders	Covered under section 3.16 annual supply allowance
Deposit Slips	Covered under section 3.16 annual supply allowance
Direct Deposit Charges	No Charge
ACH Services	No Charge
Wire Transfer Services	No Charge
Charges on Checking	No Charge
Return Item Charges	No Charge
Credit Card Interest Rate/Fees	Not Applicable
Loan Interest Rates	See cover letter