



First National Bank of East Texas

Together, We're Better

February 23, 2021

County of Upshur
100 W. Tyler
Gilmer, TX 75644
Attn: Brandy Vick

Re: Depository Agreement Renewal County of Upshur and First National Bank of East Texas.

First National Bank of East Texas (Bank) formally First National Bank of Gilmer, agrees to the 2-year renewal term of the current depository contract dated June 01, 2019-May 31, 2021. The new term will extend from June 01, 2021 through May 31, 2023. The contract will renew as per the existing terms and conditions for banking services and rates previously agreed to in the original contract in effect from June 01, 2019 to May 31, 2021.

With Appreciation,

Kyle Bowden
VP Operations
First National Bank of East Texas

FILED
TERRI ROSS
COUNTY CLERK
2021 MAR 15 AM 11:02
UPSHUR COUNTY, TX.
BY DEPUTY



UPSHUR COUNTY, TEXAS
DEPOSITORY CONTRACT
JUNE 01, 2019 – MAY 31, 2021

FILED
TERRI ROSS
COUNTY CLERK
2019 MAY 31 AM 9:43
UPSHUR COUNTY
DEPOSIT

WHEREAS, the Commissioner's Court of Upshur County, Texas has published notices asking that sealed bids be submitted preparatory to the selection by the Commissioner's Court of a County Depository, as is required by law. Said notice stating, among other things, that the Depository thus to be selected by the Commissioner's Court should be the Depository for County funds, money collected and held by any district, county or precinct officer and funds belonging to any district or other municipal subdivision not selecting its own depository, as required under Chapter 116, Subchapter B of the Texas Local Government Code, and that the amount of such monies for which the depository should furnish security are approximately:

Funds belonging to Upshur County, which shall also cover the funds deposited by all offices of the County, shall have a minimum market value of collateral of 102%. (This includes Permanent and Available School Funds, Trust and Agency Funds in the County and District Clerk Offices for investments.)

WHEREAS, First National Bank of Gilmer, Texas a national banking corporation domiciled in the City of Gilmer, Upshur County, Texas submitted its written bid in response to said notice, which was received by said Commissioner's Court and entered upon its Minutes; and said Commissioner's Court by this order has accepted the bid of First National Bank, on April 30, 2019, designated said First National Bank as County Depository and as the Depository for the funds herein above mentioned.

WHEREAS, said First National Bank, which for brevity is hereinafter sometimes referred to as Bank and sometimes as Depository, hereby accepts said designation as the depository for the public funds herein above mentioned and agrees to serve as such until sixty (60) days after the time fixed by law for the next selection of a depository, which statutory time is presently June 1, 2021, or until such time as a new bank has qualified as County Depository, whichever should sooner occur. First National Bank desires to qualify as such depository by pledging, with the Commissioner's Court, securities in the amount

provided by law under Chapter 116, Subchapter C of the Texas Local Government Code, but limited to United States Government bonds, notes, and bills, United States Agencies, Federal Housing Authority bonds, Farmer's Home Administration notes, Federal National Mortgage Association bonds, and Municipal Securities bearing Moody's AA or better rating. Such securities so pledged shall be deposited in Trust with TIB Independent Bankers Bank without expense to the County under an appropriate contract to be drawn conformably to the requirements of the Depository Law and in accordance with this contract. The amount of securities so pledged shall be determined by their market value.

NOW, THEREFORE, in consideration of the premises, and for the purposes and upon the conditions herein stated, First National Bank does hereby assign to and pledge with Upshur County and the Commissioner's Court thereof security as follows:

See attached schedules of securities, said securities being of kind and character authorized to be thus pledged by Chapter 116, Subchapter C of the Texas Local Government Code, and as amended by the Legislature of said State, but limited to the kind and character stated herein. First National Bank as such Depository hereby acknowledges itself duly and firmly bound for the faithful performance of all of the duties and obligations devolving by law upon it as such Depository; that all funds deposited with it as Depository and accounted for according to law; that with respect to the funds belonging to the County, or under its jurisdiction and control, it will pay upon presentation all checks and drafts drawn on said Depository by the County Treasurer of said County, when sufficient funds are on deposit therewith.

When the securities pledged hereunder shall be in excess of the amount required under the provisions of Chapter 116, Subchapter D of the Texas Local Government Code, and other pertinent statutes, the Commissioner's Court shall permit the release of such excess. When the funds on deposit with said Depository Bank shall for any reason increase beyond the amount of security provided, said Bank shall immediately pledge additional securities to the Commissioner's Court hereunder to the end that securities pledged shall at no time be less than the total amount of funds on deposit in the Depository Bank and covered by this Depository Contract. The Bank shall have the right of substituting other securities for those herewith pledged, or any part thereof, provided the securities substituted meet the requirements of the law and this contract and are approved by the Commissioner's Court. The pledge of securities therein mentioned is for the purpose of securing the faithful performance by said Bank of its

duties as Depository as herein set forth. A monthly statement listing securities and their market value shall be submitted to the County Treasurer upon request.

In keeping with the bid proposal filed by the Bank with the Commissioner's Court, the Bank agrees to:

Pay interest on "Demand Deposits"/Transaction Accounts of the County, to the extent permitted by applicable laws and regulations on any accounts with any balance. Interest will be paid at a rate as quoted on First National Bank depository bid. Should banking regulations permit obligation during the life of this contract, we will be so bound.

Bank statements will be picked up on a monthly basis, and interest will be computed and paid on a monthly basis for all accounts, Upshur County Operating Account, Upshur County Insurance Account, Upshur County Payroll Clearing Account, Upshur County IRC/125 Account, Upshur County Insurance Clearing and any new accounts for the Upshur County Treasurer. All other existing accounts held by other Upshur County Departments with any balance, interest and bank statements will be computed and paid on the last day of the month.

The Bank reserves the right to require seven (7) days notice prior to withdrawal or transfer of funds from these "Demand Deposits"/Transaction Accounts. The Bank also agrees to pay interest on the "Time Deposits". To the extent permitted by applicable laws and regulations, interest on each time deposit will be paid at the following per annum rates, computed on the basis of a three hundred sixty five (365) day year and paid to the County on any schedule specified by the County so long as the method specified is permitted under applicable laws and regulations:

DEPOSITORY BANK CERTIFICATES OF DEPOSIT

VARIABLE AND FIXED RATE QUOTES:

	<u>Variable Interested Rate</u>	<u>Fixed Int. Rate</u>	<u>Minimum Balance</u>
First Class Checking	0%	N/A	\$500
Money Market Deposit Account:	0.21%	N/A	\$2500.00
Super Now	0.16%	N/A	\$1500.00

Money Market Checking Account:	0.21%	N/A	\$2500.00
Now Checking Account:	0.16%	N/A	\$1,500.00

CERTIFICATED OF DEPOST – FIXED INTEREST RATE:

	<u>Less than \$100,000.00</u>	<u>More than \$100,000.00</u>
1. Maturity 1-29 days	N/A	N/A
2. Maturity 30-59 days	N/A	N/A
3. Maturity 60-89 days	N/A	N/A
4. Maturity 90-179 days	0.75%	0.80%
5. Maturity 180-364 days	1.0%	1.1%
6. Maturity 365+ days	1.4%	1.6%

CERTIFICATE OF DEPOSIT – VARIABLE INTEREST RATE:

	<u>Less than \$100,000.00</u>	<u>More than \$100,000.00</u>
1. Maturity 1-29 days	N/A	N/A
2. Maturity 30-59 days	N/A	N/A
3. Maturity 60-89 days	N/A	N/A
4. Maturity 90-179 days	N/A	N/A
5. Maturity 180-364 days	N/A	N/A
6. Maturity 365+ days	N/A	N/A

If the County elects to name the Bank as paying agent on County Bonds, the Bank agrees to serve as paying agent on such bonds and interest coupons without charge.

All Trust-Fund Accounts held by the Upshur County Clerk, District Clerk, and all Available and Permanent School Fund Accounts for Upshur County as bid under Section II & III are also considered under this contract.

The Bank will handle any and all deficiency warrants as may be issued by Upshur County, when presented to said Bank for payment, until the date payment is made by the Treasurer of Upshur County. County indebtedness may be transferred, at no additional charge, to designated Depository with interest charged at Prime Rate as published in the WALL STREET JOURNAL. Interest rate on new borrowing will be 70% of the posted Prime Rate in the Wall Street Journal.

The Bank agrees to the following charges/terms as per the bid submitted the Bank:

The Bank agrees to pledge the minimum market value of collateral of 102% of County deposits.

Stop payments will not be accepted orally, but made in person by the Treasurer or an assignee in written form at a cost of \$25.00 per stop payment. The Bank will require stop payments be placed on each item the County wishes not to be paid. Stale Dated list of checks will be accepted by the Bank one time a year at no charge.

The Bank will provide the County with Payroll Direct Deposit for all employees to which ever bank they use.

Wire Transfer services will be \$25.00 per transaction (domestic).

ACH Transactions are free of charge.

Upshur County accounts will not accrue service fees.

The Bank will furnish deposit slips, deposit books, and checks by providing Upshur County with a \$500.00 per year allowance.

Endorsement stamps are at no cost the County.

Night depository services will be furnished; including cash bags for daily deposits and bags and keys at no cost to the County.

The Bank will furnish Safe Deposit Box of adequate size and number in Gilmer free of charge.

Upshur County will not be charged fees on accounts that are overdrawn for short periods of time.

remedies of a "Secured Creditor" under Chapter 9 of the Texas Business and Commerce Code, and other rights it may have under law.

Any suit arising out of or in any way connected with the Contract shall be tried in the County of Upshur and State of Texas in any Court therein having jurisdiction of the subject matter thereof.

FURTHERMORE, the pledge of the securities there under shall extend to cover and secure all funds of governmental agencies authorized by law to be collected by the County Tax Collector, which he/she may collect and deposit as authorized by law with the Bank as County Depository.

Upshur County reserves the right to make investments outside the Depository Bank in accordance with the Laws of the State of Texas and the Investment Policy of Upshur County. The Depository Bank must be able to provide the necessary wire transfer service and third party safe-keeping of outside purchased of securities by Upshur County wither at the Depository Bank, or a third Party Financial Institution, or with a Federal Reserve Bank. All investment purchases of Government Securities shall be made on a delivery versus payment basis.

IN TESTIMONY WHEREOF, witness the signature of the First National Bank of Gilmer, Texas on this the 15th day of May, 2019, acting by and through its officers, who are hereunto duly authorized by resolution of the Bank's Board of Directors, and of Upshur County, acting by and through its Commissioner's Court, and pursuant to order of said Commissioner's Court dated the 15th day of May 2019.

FIRST NATIONAL BANK OF GILMER

Chad Elledge

CHAD ELLEDGE
CHIEF ADMINISTRATIVE OFFICER

ATTEST

Danny Weems

DANNY WEEMS
PRESIDENT & CHIEF EXECUTIVE OFFICER

(SEAL)

[Signature]
UPSHUR COUNTY
COUNTY JUDGE
5-21-19

COUNTY CLERK

(SEAL)

Paula Bentley
COMMISSIONER, PRECINCT NO. 1

[Signature]
COMMISSIONER, PRECINCT NO. 2

[Signature]
COMMISSIONER, PRECINCT NO. 3

[Signature]
COMMISSIONER, PRECINCT NO. 4

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BY *[Signature]*
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