



LEGAL NOTICE
REQUEST FOR BIDS
CITY OF MADISONVILLE'S
DEPOSITORY AGREEMENT

The City of Madisonville is seeking applications for a Depository in accordance with the requirements of Sections 105.001 (8) 105.012 (c) of the Local Government Code.

Applications shall be due on August 23, 2024, at 12 p.m. (Noon) at the office of the City Manager located at the City Hall, 210 W. Cottonwood, Madisonville, Texas 77864. Applications will then be opened at 1 p.m. at the office of the City Manager on August 23, 2024. Applications will be reviewed and may then be awarded on September 9, 2024, by the City Council at Monthly meeting which will be held at 6 p.m. in the City Council Chambers at 210 W. Cottonwood, Madisonville, Texas 77864.

The City Council may authorize the designated officer to execute one or more depository service agreements on the municipality's behalf, or may reject any and all of the applications and re-advertise if all applications are rejected.

CITY OF MADISONVILLE, TEXAS
REQUEST FOR PROPOSALS
DEPOSITORY BANK SPECIFICATIONS AND APPLICATION
DUE 12:00 P.M.(Noon) August 23, 2024

Please submit application to the following address:

City Manager
City of Madisonville
210 W. Cottonwood Street
Madisonville, Texas 77864

and mark on the outside of each sealed envelope the words:

"Proposal for Depository - Do Not Open"

Each applicant should include a copy of its latest published financial statement.

Please read the specification carefully and fill in the required information. When a choice of providing a service is granted, it will be indicated by "(Will/Will Not)".

Mayor and City Council:

Pursuant to the Legal Notice given by the City of Madisonville, Texas,
_____ does hereby submit
an application to be designated as the DEPOSITORY BANK FOR THE CITY OF
MADISONVILLE for the period October 1, 2024 through September 30, 2026.

The City of Madisonville reserves the right to invest surplus monies in obligations of the United States or other lawful investments, without first obtaining the permission to do so from the Depository Bank.

The Depository Bank may suggest placement of City Funds with other agencies in order for City to receive a better rate of return provided that such placement is allowed by law.

SECTION I. DEMAND DEPOSITS

If selected as Depository, the bidder shall pledge securities within the time, amount and manner required by law.

The following provisions shall be considered by the City Commission:

A. These services are to be provided at no charge to the City except as noted:

- | | |
|--|----------|
| 1. Currency wrappers and coin wrappers | \$ _____ |
| 2. Deposit Books | _____ |
| 3. Certified Checks..... | _____ |
| 4. Account Service Charge..... | _____ |
| 5. Cashiers Checks | _____ |
| 6. Voucher Checks | _____ |
| 7. Payroll Checks | _____ |
| 8. Returned Items | _____ |
| 9. Use of Night Depository | _____ |
| 10. Night Depository Bags w/keys..... | _____ |

11. Large Safety Deposit Box _____
12. Charge on Overdrafts \$ _____
13. Numerical Sorting of Cleared Checks and Deposit Slips _____
14. Safekeeping of City Owned Securities..... _____
15. Other (list) _____

B. If allowed during the period of this contract to pay interest on Demand Funds, the Bidder will pay the following interest rate(s) _____ on demand deposits based on a 30 day average daily balance per each account.

C. Please designate the rate of interest the Depository will charge on loans to the City evidence by notes and warrants: _____.

SECTION II. COLLATERAL FOR FUNDS

If selected as the Depository Bank, the Bidder shall pledge securities within the time, amount, and manner required by law. Securities pledged and FDIC coverage shall at all times be a minimum of one hundred ten percent (110%) of the average monthly bank balances, including time and demand deposits. Securities pledged shall include obligations of the Federal Government, State Governments, Cities, and Municipalities. Securities pledged shall not include any Collateralized Mortgage Obligations (CMO's).

All changes in securities pledged must be approved in writing by the City of Madisonville prior to making the change. A monthly list of pledged securities shall be furnished to the City within fifteen (15) days after the end of the month.

SECTION III. INVESTMENT ACCOUNT

If selected as the Depository Bank, the Bidder shall pledge securities within the time, amount, and manner required by law.

The City reserves the right to invest surplus monies in U.S. Treasury bills or other lawful investments, without the approval of the Depository Institution. The Depository Bank will be the right of "first refusal" prior to the purchase of any investment.

All time deposits which have not matured as of acceptance of the new Depository contract shall remain on deposit until maturity.

The City acting through its City Manager shall have the power to determine and designate the character and amount of City Funds which will be deposited by it that shall be "Demand Deposits" and what character and amount of funds shall be "Time Deposits".

The Bidder should propose a minimum and alternate method for determining interest rates on the following denomination of Time Deposits:

A. TIME DEPOSITS UNDER \$100,000

1. The minimum interest rate computed on the 30-day month; 365-day year basis will be:

- a. 30 to 60 days..... _____
- b. 60 to 90 days..... _____
- c. 90 to 180 days..... _____
- d. 180 to 360 days..... _____
- e. 1 year _____

2. The Bidder should propose a method for offering the City an option when investment rates are higher than the minimum proposed. Please explain the optional method(s) below in detail (i.e., the optional rate for this size investment will be based on XX Basis points above the most current 13-week T-Bill rate published in the Wall Street Journal and the term will be 12 to 84 days with no early withdrawal penalty). If additional space is needed, please attach separate sheet.

B. TIME DEPOSITS OF \$100,000 OR MORE

1. The minimum per annum interest rate computed on the 30-day month, 365 day year basis will be:

- a. 30 days..... _____
- b. 60 days..... _____
- c. 90 days..... _____
- d. 180 days..... _____
- e. 1 year _____

2. The Bidder should propose a method for offering the option when investment rates are higher than the proposed. Please explain the optional method below in (i.e. the optional rate for this size investment with 30 days to 1 year will be XX Basis points above the most recent Wall Street Journal's New York Bank Certificates of Listing):

Submitted to the City of Madisonville on this the _____ day of _____, 2024.

Proposer: _____

By: _____

Typed Name: _____

Position: _____ Date: _____