




June 24, 2009

MEMORANDUM

Vivian L. Wood, C.C.T., C.I.O.
County Treasurer

To: Dan A. Gattis, County Judge
Lisa Birkman, Commissioner, Pct 1
Cynthia Long, Commissioner, Pct 2
Valerie Covey, Commissioner, Pct 3
Ron Morrison, Commissioner, Pct 4

From: Vivian L. Wood, Treasurer 

Re: Extension of Bank Depository Contract

In 2007 the Texas Legislature amended the Texas Local Government Code Chapter 116, Depositories for County Public Funds, Subchapter B. Establishment of Depository and Subdepository Contracts, 116.021, sections (b) and (c) to allow a county to extend a two or four year bank depository contract. I requested that Hal Hawes, Assistant County Attorney, review the amendment to ensure that we can extend the current contract. Mr. Hawes conferred with Dale Rye, Assistant County Attorney, and they both agreed with intent of the amendment.

Our present contract with Union State Bank provides services to the County without fees when we keep at least \$3,000,000.00 in non-interest bearing accounts (that amount is covered with restricted registry and trust accounts), they meet our requirement of at least 110% of collateral to cover all County funds, and they assign bank personnel to insure that all County banking requirements are met on a daily basis.

I am requesting that the County extend our depository contract with Union State Bank and that the Court authorize Judge Gattis to sign a contract extension once it has been approved by the County Attorney's office and the Union State Bank Board of Directors. I have discussed the contract extension with David Flores, County Auditor, and Deborah Hunt, County Tax Assessor/Collector. They agree with my request for the extension.

WILLIAMSON COUNTY

Phone 512.943.1540 Fax 512.943.1590
710 Main Street, Suite 105
Georgetown, Texas 78626