

**DEPOSITORY CONTRACT  
FOR FUNDS OF SABINE COUNTY, TEXAS**

WHEREAS, BOM Bank has submitted its application for operating bank depository for funds of Sabine County and for Special Funds held by both the County and District Clerk;


WHEREAS, The Commissioners Court of Sabine County, Texas approves the proposal submitted by BOM Bank, for depository services (see attached proposal);


WHEREAS, Sabine County ("DEPOSITOR") and BOM Bank, N.A. ("BANK"), may choose to renegotiate new interest rates and financial terms of the contract that would take effect during the final two years of the four-year contract;

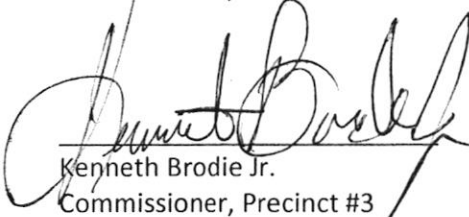
NOW, THEREFORE, BE IT RESOLVED that the Commissioners Court of Sabine County, Texas agrees to the conditions as submitted by BOM Bank for Depository Services for Sabine County for a four-year (4) term, effective May 1, 2025 thru April 30, 2029.

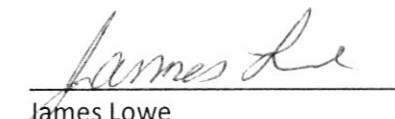
PASSED and APPROVED by the Commissioners' Court of Sabine County, Texas on the 28<sup>th</sup> day of April, 2025.

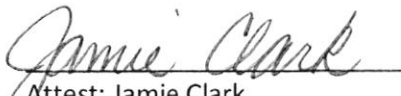
  
\_\_\_\_\_  
Daryl Melton  
County Judge

  
\_\_\_\_\_  
Brent Cox  
Commissioner, Pct. #1

  
\_\_\_\_\_  
Keith Nabours  
Commissioner, Precinct #2

  
\_\_\_\_\_  
Kenneth Brodie Jr.  
Commissioner, Precinct #3

  
\_\_\_\_\_  
James Lowe  
Commissioner, Precinct #4

  
\_\_\_\_\_  
Attest: Jamie Clark  
County Clerk



**BOM PROPOSAL  
FOR  
SABINE COUNTY  
BANKING SERVICES**



**BOM**

**Sabine County  
Attn: Tricia Jacks, Sabine County Treasurer  
409-787-2210  
treasurer@co.sabine.tx.us**



# BOM

April 9, 2025

Sabine County  
201 Main Street  
Hemphill, TX 75948

Dear Sabine County,

BOM is very pleased to submit our bid proposal for review with intentions of providing Sabine County with our banking services. As a Community Development Financial Institution certified through the United States Treasury, we take pride in working with communities to ensure their economic success.

BOM operates a full-service branch in Sabine County in Hemphill, TX, with seven additional locations in Texas and 17 locations in Louisiana. BOM donated over \$18,500 in 2024 to the Sabine County community. BOM gives back in various ways, whether it is through teaching financial literacy, monetary donations, or volunteering at our local schools, Dixie youth programs, and nonprofit organizations. In 2024, our staff members volunteered over 4,500 hours into the communities we serve.

BOM is certain that our team can provide all necessary services required by the County with additional services including: our free mobile banking app, remote deposit capture and more!

We are looking forward to growing our relationship and working with you.

Sincerely,

Ken Hale  
BOM President/CEO



# BOM

## CONTRACTUAL REQUIREMENTS:

1. TYPE OF BANKING RELATIONSHIPS – BOM Bank agrees to handle daily banking services including, but not limited to, checking accounts, other types of interest-bearing accounts, non-interest bearing accounts, time deposits, and/or certificates of deposits.
2. COMPLIANCE WITH STATUTES – BOM Bank acknowledges that we understand the Revised Civil Statutes of Texas and Local Government Chapter 116 that pertain to the managing and safekeeping of County funds and will comply with those statutes.
3. BANK AFFILIATION – BOM Bank is a member of the Federal Reserve System and the Federal Deposit Insurance Corporation. BOM Bank is a Louisiana chartered bank. BOM operates a full-service branch in Sabine County in Hemphill, TX, with seven additional locations in Texas and 17 locations in Louisiana.
4. DURATION – BOM Bank accepts the contract terms of either two or four years ending sixty days after the time fixed by law for the next selection of a depository. If a time deposit or certificate of deposit maturity extends beyond the expiration date of the depository contract, BOM Bank will pledge sufficient securities as required by law for public funds, to provide for the maturity of the time deposit or certificate of deposit.
5. RENEGOTIATIONS – BOM Bank agrees to renegotiate new interest rates and financial terms of the contract that will take effect during the final two years of the four year contract if:
  - a. The new financial terms do not increase the prices to the county by more than 10 percent; and
  - b. The county has the option to choose to use the initial interest rate options, or to change to the new fixed or variable interest rate options proposed by the bank.
6. SUBMITTING FINANCIAL STATEMENTS – Included in this bid packet as Attachment B is a 2023 Annual Report including the Bank's 2023 audited financial statements. The 2024 audited financial statements are not finalized at this time. If BOM Bank is awarded the bid, we will provide updated financial statements as soon as they are available.
7. GOOD FAITH GUARANTEE – Included in this bid packet is a certified cashier's check in the amount of \$40,150.25 payable to Sabine County as a guarantee of good faith.
8. LIQUIDATED DAMAGES FOR NOT PROVIDING SECURITY – BOM Bank accepts the terms: As stated in Code Section 116.023; "If a bank is selected as a depository and does not provide the bond and/or security, the county shall retain the amount of the check as liquidated damages."
9. PLEDGED COLLATERAL – BOM Bank will collateralize all deposits in the amount provided by law under Section 116.054, Local Government Code, in quantities sufficient to fully collateralize all of the funds of Sabine County. The securities will be sufficient in amount to secure all funds over the FDIC insurance coverage. The products pledged will be owned by the Bank but held on behalf of Sabine County. They will be free and clear of all liens and claims. Designated staff members in the Accounting Department handle pledging for all seventy BOM public entity

customers. BOM will provide receipts and confirmation of all pledge transactions, as well as a monthly collateral report as requested.

### **SERVICE REQUIREMENTS**

1. **CONTACT PERSON** – The primary contact at BOM for Sabine County will be Mark Lowery, Texas Regional President at our Lufkin location. A local direct contact at our Hemphill branch is Sydney Chatham, Branch Manager. At the main office in Natchitoches, Mary Bullock SVP/CFO/COO and Lori Lee, MBA AVP/Assistant Cashier will be able to assist with any banking needs beyond the normal day-to-day standard services. These members have been with BOM for several years and manage the more complex accounts for municipalities and universities for BOM.
2. **ON-LINE SERVICES** – BOM Bank will provide free access to internet banking services for daily reporting of account balances, wire and book transfers, check imaging, and detailed debits and credits. Cancelled check images are included through digital banking. Remote deposit capture (RDC) is available free of charge allowing the ability to make deposits 24/7.
3. **STATEMENTS** – Monthly statements are able to be sent via mail and electronically through the digital banking platform. Branch staff will also print out statements at any time by request. Monthly bank statements will include images of checks, deposit slips, transfer slips, and debit and credit memos processed for ALL accounts. The daily ledger balances, average daily collected balances, number of debits, and number of credits will also be included in each monthly statement. Cancelled check images are included in the monthly statements. BOM has free online access to account information that allows for the research of transactions, exporting of transactions into certain accounting software for reconciliation purposes as well as statement access. Statements are available through online banking by the 3rd of each month.
4. **ACH TRANSACTIONS** – BOM Bank will provide for acceptance of ACH credits and debits and will provide detailed information on ACHs received.
5. **WIRE TRANSFERS** – BOM Bank will provide the ability to send wire transfers on an automated and manual basis, and also provide the ability to receive wire transfers. The Bank will provide the ability to restrict outgoing wire transfers to only those authorized. BOM Operations Department personnel will be able to assist in wire transfers.
6. **INTEREST RATES** – BOM Bank will offer Sabine County interest bearing accounts, including but not limited to demand deposit, savings, and certificate of deposit accounts. All demand deposit funds will earn interest at a rate equal to the bank discount 91 Day Treasury bill on the U.S. Department of the Treasury website ([home.treasury.gov](http://home.treasury.gov)), adjusted at the beginning of each month using the interest rate on the last business day of the prior month, unless otherwise advised by the County that any account needs to be non-interest bearing. As an example, for the month of April, the March 31st 91 Day Treasury bill bank discount rate would be used to determine the interest rate. The 91 Day Treasury bill bank discount rate on March 31st, per the U.S. Department of the Treasury website, was 4.21%, so the rate earned for the month of April on all deposits would be 4.21%. All savings accounts will be fixed at a rate equal to the most recent month-end 91 Day Treasury bill rate, as described above. All certificate of deposit accounts will be fixed at a rate equal to the most recent month-end Treasury bill with

comparable maturity. There will be a floor on deposit rates of 1.50%. There will be no minimum balance requirement on any account.

7. DEPOSIT SERVICES – BOM Bank will guarantee immediate credit on all wire transfers, ACH transactions and government checks upon receipt and all other checks. All deposits received before the Bank's established deadline will be credited daily.
8. AUDIT CONFIRMATIONS – BOM Bank will accommodate with audit confirmations regarding Sabine County as deemed necessary.
9. ACH PAYROLL SERVICES – BOM Bank will accept and process ACH payroll files submitted twice monthly by Sabine County. BOM Operations Department personnel will be able to assist in submitting payroll for direct deposit each pay period.

**ADDITIONAL INFORMATION –**

- BOM staff at any branch can assist with opening and managing any account, ordering checks and deposit slips, and furnishing deposit bags. There will be no cost for checks, deposit slips or deposit bags.
- BOM will be available during regular banking hours for physical and ACH deposits, transfers and disbursements. All BOM locations have conveniently located night depositories available free of charge and free lockable bags.
- For returned items, BOM will charge the check back to the account in which it was deposited and waive the chargeback fee and will notify in writing of the returned item. Sabine County can choose to rerun the item an additional time, or self-collect.
- Stop payments should be communicated to the local branch for processing. BOM has a form that will need to be completed and signed by authorized personnel to comply with regulatory agencies requirements. BOM will waive the cost of stop payments.

**ATTACHMENTS**

**Attachment A: Banking Service Offerings**

\*There will be no fees charged to Sabine County for any services included in but not limited to Attachment A.

**Attachment B: Annual Report 2023**

**Attachment C: Statement of Financial Condition**

**Bid Proposal Worksheet for**  
**Depository Banks for Sabine County**

Interest Bearing Checking Accounts

Variable Interest Base Rate & Margin*	_____ 91 day Treasury bill
Fixed Interest Rate	_____ 3.00%
Interest Rate for Floor	_____ 1.50%

\*Indicate the base rate for variable interest, such as T-bill rate, etc.

Certificates of Deposit

90 Day Maturity	_____ 91 day Treasury bill
180 Maturity	_____ 181 day Treasury bill
1 Year Maturity	_____ 365 day Treasury bill
2 Year Maturity	_____ 3.44%
3 Year Maturity	_____ 3.34%
4 Year Maturity	_____ 3.24%
5 Year Maturity	_____ 3.14%

**Bid Proposal Worksheet for**  
**Depository Banks for Sabine County**  
**Special Funds of the County and District Clerk**

Interest Bearing Checking Accounts:

Variable Interest Base Rate & Margin*	_____ 91 day Treasury bill
Fixed Interest Rate	_____ 3.00%
Interest Rate for Floor	_____ 1.50%

\*Indicate the base rate for variable interest, such as T-bill rate, etc.

Passbook Savings Accounts

Variable Interest Rate	_____ 91 day Treasury bill
------------------------	----------------------------

Certificates of Deposit:

90 Day Maturity	_____ 91 day Treasury bill
180 Maturity	_____ 181 day Treasury bill
1 Year Maturity	_____ 365 day Treasury bill
2 Year Maturity	_____ 3.44%
3 Year Maturity	_____ 3.34%
4 Year Maturity	_____ 3.24%
5 Year Maturity	_____ 3.14%



### Attachment A: Banking Service Offerings

\*All services listed below will be offered to Sabine County at **no charge.**

Services
ACH Originations
Cashier's Checks
Checking Accounts
Certificates of Deposit
Certified Checks
Debit Cards
Deposit Bags
Deposit Books
Digital Banking
Disposable Bank Bags
Incoming Wires (domestic or international)
Internal Account Transfers
Lockbox Services
Master Account
Money Orders
Night Depository
Online Statements
Outgoing Wires (domestic or international)
Positive Pay
Reconciliations
Remote Deposit Capture
Safety Deposit Box
Savings Accounts