


**URBANA SCHOOL DISTRICT #116  
BUSINESS OFFICE MEMO**

TO: Don Owen  
FROM: Carol Baker  
Chief Financial Officer   
DATE: November 13, 2013  
RE: Bank Depository for 2013-14

---

Each year, the Board of Education appoints a bank depository for the school district for the next calendar year.

The District has been using Busey Bank of Urbana as the designated depository. Busey Bank has provided the District with excellent service and is very supportive of the District. Attached is a letter from Busey Bank outlining the present services being provided.

I recommend the District appoint Busey Bank as the District bank depository for calendar year 2014.

11.05

BUSEY BANK  
100 W. UNIVERSITY AVE.  
PO BOX 4028  
CHAMPAIGN, IL 61824-4028  
WWW.BUSEY.COM

November 08, 2013

Carol Baker  
Director of Business and Financial Services  
Urbana School District #116  
205 North Race Street  
Urbana, IL 61801

Dear Ms. Baker:

Busey Bank would be pleased to serve Urbana School District 116 for the 2014 calendar year with the following package of services:

1. Continue the sweep feature for the Consolidated Account 998-848-6 as described below:
    - \$25,000 is maintained in the checking account, earning the same rate as the money market component. All deposits will continue to be made to and all checks issued from the base checking account.
    - All funds in excess of \$25,000 are swept automatically to the Money Market Account (number 51023318).
    - The interest rate is established on the last business day of each month for the upcoming month. Both sweep components earn the previous four-week Fed Fund average as reported in the Wall Street Journal, less 45 basis points. At no time will the interest rate fall below .10%.
  2. All other checking accounts earn interest according to the following formula:

<u>Balance</u>	<u>Earnings Rate</u>
Below \$20,000	Interest checking rate
\$ 20,000 - \$249,999	*Base less 1.75
\$250,000 - \$449,999	*Base less 1.25
\$450,000 - \$999,000	*Base less 1.00
\$1,000,000 and over	*Base less 0.75
- \*Base equals the previous four-week Fed Fund average as reported in the Wall Street Journal. At no time will any interest rate fall below .10%.
3. Interest is accrued daily and paid monthly.
  4. Securities acceptable to the School District are pledged to secure funds not insured by the Federal Deposit Insurance Corporation. Urbana School deposits are collateralized 110%.
  5. There are no service charges or fees in connection with the School District accounts.

Carol Baker  
Urbana School District #116  
Page 2  
November 08, 2013

6. Regular savings accounts require no minimum balance.
7. Monthly bank statements display check number, date, and amount of checks.
8. Overnight deposit, money bag, and related services are furnished.
9. Wire transfers at no charge.
10. Service charge-free Interest Checking Accounts for Adult Education Program funds (accounts payable, payroll, and imprest).
11. Balances between \$100,000 and \$499,999 in the Urbana Adult Ed Money Market Account (number 69989682) will earn interest based upon the 4-week moving average of the 90-day Treasury Bill less 50 points. Minimum rate .10%.
12. We would like to continue to bid, along with other financial institutions, for Certificates of Deposit.

For more information on Cash Management services, please feel free to contact either Kerri Smales at 365-4612 or me at 309-683-2345.

We at Busey Bank value the excellent relationship we have shared with Urbana Schools for many years and look forward to continuing to provide financial services to Urbana School District 116.

Sincerely,

BUSEY BANK



Jason Freeman, CTP  
Busey Bank  
Senior Vice President  
Cash Management Director