



Clarkston State Bank

YOUR COMMUNITY BANK

Clarkston State Bank is participating in the **FDIC Transaction Account Guarantee program**. The FDIC Transaction Account Guarantee Program is part of the Temporary Liquidity Guarantee Program.

What this means to you:

- Funds held in noninterest-bearing transaction accounts are insured in full by the FDIC through December 31, 2010.
- For sweep accounts, the FDIC Transaction Account Guarantee does not apply to the funds that are swept into an interest bearing or non-transaction account. At the end of the business day, the funds will be insured based on the type of account the funds are in after the sweep has taken place.

The FDIC is including in the definition of a noninterest-bearing transaction account:

- Accounts commonly known as Interest on Lawyers Trust Accounts (IOLTAs) and functionally equivalent accounts
- Negotiable order of withdrawal accounts (NOW accounts) with interest rates no higher than 0.50 percent for which the insured depository institution at which the account is held has committed to maintain the interest rate at or below 0.50 percent.

The insurance coverage on noninterest-bearing transaction deposit accounts is over and above the \$250,000 in coverage provided to a customer already. For example, if a customer has \$500,000 in a noninterest-bearing transaction deposit account and \$250,000 in a certificate of deposit, the FDIC would fully insure the entire \$750,000.

If you have any questions, please ask a Customer Service Representative for further details.