

# Smart Investing. Access Multi-Million-Dollar FDIC Insurance While Earning CD-Level Interest.

Through the CDARS® service, we can provide your public unit with easy access to multi-million-dollar FDIC protection on its CD investments.



## **One Bank**

Access multi-million-dollar FDIC insurance by working directly with just us – the bank you know and trust.

### **One Rate**

Historically, rates have compared favorably to Treasuries.

Negotiate one rate with our bank for each CD maturity and enjoy the option of reinvesting funds through a simple process.

### **One Statement**

Receive one easy-to-read statement from our bank summarizing all your CD holdings.

I have found participation in the CDARS program to be simple and a time saver. We earn very competitive interest rates on our investments while freeing up staff time. We were in the CDARS program during our last audit and passed with flying colors!

- Christine J. Johnson Treasurer, Dekalb County, IL

# How does CDARS® work?

We are part of a special network – the CDARS Network. When you place a large amount with us, we place your funds into CDs issued by other banks in the Network – in increments below the standard FDIC insurance maximum – so that both principal and interest are eligible for FDIC protection. With help from a sophisticated matching system, we exchange deposits with other members of the Network. These exchanges, which occur on a dollar-for-dollar basis, bring the full amount of your original deposit back to our bank. As a result, we can make the full amount of your deposit available for lending in the local community and your public unit can access FDIC insurance coverage through many banks while working directly with just one.

### What else should I know?

By providing access to FDIC insurance, CDARS can help your public unit comply with investment policy mandates. And, with access to FDIC insurance, you can reduce collateralization requirements, including tracking changing collateral values on an ongoing basis. This means you can devote more time to other activities in support of your public unit's mission.

### Want to learn more?

For additional information contact Lapeer County Bank & Trust Co. at (810) 245-2950.



Limits apply. If a depositor is subject to restrictions with respect to the placement of funds in depository institutions, it is the responsibility of the depositor to determine whether the placement of the depositor's funds through CDARS or a particular CDARS transaction satisfies those restrictions. When deposited funds are exchanged on a dollar-for-dollar basis with other banks in the Network, we can use the full amount of a deposit placed through CDARS for local lending, satisfying some depositors' local investment goals or mandates. Alternatively, with a depositor's consent, our bank may choose to receive fee income instead of deposits from other banks. Under these circumstances, deposited funds would not be available for local lending. Public fund deposits must be placed through a CDARS® Reciprocal<sup>SM</sup> transaction to ensure that the total dollar amount is maintained by us. Funds may be submitted for placement only after a depositor has signed a CDARS Deposit Placement Agreement with us. CDARS is a registered service mark and Reciprocal is a service mark of Promontory Interfinancial Network, LLC.

Public Fund 07/10