

Smart Investing for Government Finance Officers

Access Multi-Million-Dollar FDIC Insurance Working Directly with Our Bank

Through the CDARS® service, we can provide easy access to multi-million-dollar FDIC protection on CD deposits for many types of government depositors. No one has ever lost a penny on an FDIC-insured deposit. And with CDARS, your organization can capitalize on the potential to earn prime-like returns with a Treasury or federal government-like risk profile.

How does CDARS work?

We are part of IntraFi's special network of banks. When your organization places 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 organization's original deposit back to our bank. As a result, we can make the full amount of the deposit available for lending in the local community.¹

What else should you know?

By providing access to FDIC insurance, CDARS can help your organization comply with investment policy mandates. And, the CDARS benefits of One Bank, One Rate, One Statement® help to reduce administrative burdens, especially during tax and financial-reporting seasons.

One Bank

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

One Rate

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 .

Want to learn more?



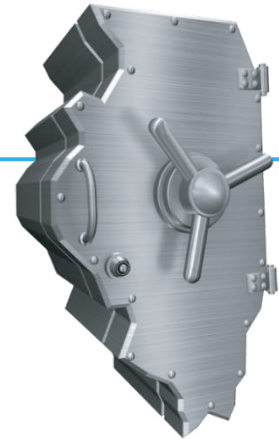
^[1] When deposited funds are exchanged on a dollar-for-dollar basis with other institutions that use CDARS, our bank can use the full amount of a deposit placed through CDARS for local lending, satisfying some depositors' local investment goals or mandates. Alternatively, with a depositor's consent, our bank may choose to receive fee income instead of deposits from other participating institutions. Under these circumstances, deposited funds would not be available for local lending.

Deposit placement through CDARS or ICS is subject to the terms, conditions, and disclosures in applicable agreements. Although deposits are placed in increments that do not exceed the FDIC standard maximum deposit insurance amount ("SMDIA") at any one destination bank, a depositor's balances at the institution that places deposits may exceed the SMDIA (e.g., before settlement for deposits or after settlement for withdrawals) or be uninsured (if the placing institution is not an insured bank). The depositor must make any necessary arrangements to protect such balances consistent with applicable law and must determine whether placement through CDARS or ICS satisfies any restrictions on its deposits. A list identifying IntraFi network banks appears at <https://www.intrafi.com/network-banks>. The depositor may exclude banks from eligibility to receive its funds. IntraFi, CDARS and One Bank, One Rate, One Statement are registered trademarks, and the IntraFi logo and IntraFi hexagon are service marks, of IntraFi Network LLC.

CDARS for Public Funds

In the State of Illinois

Illinois Compiled Statutes
Chapter 30 FINANCE
Receipt, Investment, and Disbursement
Public Funds Investment Act



30 ILCS 235/6.5 Federally insured deposits at Illinois financial institutions.

- (a) Notwithstanding any other provision of this Act or any other statute, whenever a public agency invests public funds in an interest-bearing savings account, demand deposit account, interest-bearing certificate of deposit, or interest-bearing time deposit under Section 2 of this Act, the provisions of Section 6 of this Act and any other statutory requirements pertaining to the eligibility of a bank to receive or hold public deposits or to the pledging of collateral by a bank to secure public deposits do not apply to any bank receiving or holding all or part of the invested public funds if (i) the public agency initiates the investment at or through a bank located in Illinois and (ii) the invested public funds are at all times fully insured by an agency or instrumentality of the federal government.
- (b) Nothing in this Section is intended to:
- (1) prohibit a public agency from requiring the bank at or through which the investment of public funds is initiated to provide the public agency with the information otherwise required by subsections (a), (b), or (c) of Section 6 of this Act as a condition of investing the public funds at or through that bank; or
- (2) permit a bank to receive or hold public deposits if that bank is prohibited from doing so by any rule, sanction, or order issued by a regulatory agency or by a court.
- (c) For purposes of this Section, the term "bank" includes any person doing a banking business whether subject to the laws of this or any other jurisdiction.

30 ILCS 235/1 Public Funds Investment Act

The words **"public agency"**, as used in this Act, mean the State of Illinois, the various counties, townships, cities, towns, villages, school districts, educational service regions, special road districts, public water supply districts, fire protection districts, drainage districts, levee districts, sewer districts, housing authorities, the Illinois Bank Examiners' Education Foundation, the Chicago Park District, and all other political corporations or subdivisions of the State of Illinois, now or hereafter created, whether herein specifically mentioned or not. This Act does not apply to the Illinois Prepaid Tuition Trust Fund, private funds collected by the Illinois Conservation Foundation, or pension funds or retirement systems established under the Illinois Pension Code, except as otherwise provided in that Code [[40 ILCS 5/1-101](#) et seq.].

