

## **CHANGE IN TERMS NOTICE**

*August 11, 2017*

### **REDI-REWARDS WILL NOW BE KASASA CASH**

#### **EFFECTIVE DATE OF CHANGES LISTED HEREIN: SEPTEMBER 11, 2017**

**Effective September 11, 2017 the following changes will be made on your Redirewards Checking account held at The State Bank. See the full account disclosure enclosed for all account details.**

#### **Account Name:**

Your Redirewards account will be converted into our new Kasasa Cash checking. All statements and disclosures will read with Kasasa Cash accordingly.

#### **Qualification Changes:**

*To receive the Rewards Rates, you must perform all of the following each qualification cycle:*

- 1) Have at least 15 debit card transactions post and settle;*
- 2) Have at least one direct deposit or ACH auto debit post and settle to the Kasasa account*

#### **Electronic Statements:**

Electronic statements are no longer a qualification of the account. The account offers free online statements. If a paper statement is requested additional fees will be assessed per statement cycle. However, the account would qualify or disqualify for rewards regardless of electronic statement enrollment. If you currently receive a paper statement on your Redirewards account, starting on November 11, 2017 you will be assessed the paper statement fee. See current fee schedule for paper statement charge.

#### **Changing the Number of Swipes to Qualify/Debit Card Purchases:**

Beginning on September 11, 2017, you will be required to have at least 15 debit card purchases during each monthly cycle in order to meet your monthly qualifications for your Kasasa Cash account. This represents an increase in the number of debit card purchases necessary to meet the monthly qualification requirements. However, there is no longer a difference between PIN-based and signature based qualifications. Either transaction type will qualify as a purchase transaction.

#### **Rate Changes:**

Changes on the Rate Tiers have been made. Beginning September 11, 2017, Tier 1 cap will be reduced from \$25,000 to \$5000.01. The following rate and tiers will apply when the qualifications are met during a Monthly Qualification cycle:

#### **Rewards Rates:**

Tier 1 – An interest rate of 0.049% will be paid only for that portion of your balance that is \$5,000.01 or more. The annual percentage yield (APY) for this tier will range from 1.25% to 0.05% depending on the account balance.

Tier 2 – An interest rate of 1.242% will be paid on the entire portion of your daily balance that is less than \$5000.01. The annual percentage yield (APY) for this tier is 1.25%.

To receive rewards rates disclosed above, you must perform the qualifications stated earlier. If you do not meet the qualifications you will earn the non-qualifying rate.

**Non-Qualifying Rate:**

If all qualifications are not met, the account will earn 0.05% APY for the entire balance in the account on all balances.

At our discretion, we may change the interest rates for this account.

**Purpose and Use Expectations:**

This account is intended to be the account holder's primary checking account in which payroll transactions and day-to-day spending activities including but not limited to grocery, gasoline, apparel, shopping, dining, sporting, utilities and entertainment transactions are posted and settled.

Commensurate with the spending activities identified above, we expect the account's debit card to be used frequently throughout each month and for transaction amounts to reflect a wide dollar range. Small debit card transactions conducted on the same day at a single merchant and/or multiple transactions made during a condensed time period particularly near the end of a Monthly Qualification Cycle, are not considered normal, day-to-day spending behavior. These types of transaction appear to be conducted with the sole purpose of qualifying for the account's rewards and thus will be deemed inappropriate transactions and will not count toward earning the account's rewards.

The State Bank reserves the right to determine if the account is being maintained for a purpose other than day-to-day, primary use. Account holders who persist in making debit card transactions in a calculated and limited fashion in order to meet their monthly qualifications may have their accounts converted to a different checking account or closed altogether. We also reserve the right to convert the account to a different checking account if the account does not have consistent active use over 3 consecutive statement Cycles.

We have the right to close the account at any time, with proper notice. Upon termination of your Kasasa Cash account, any addition or optional add-on products/services associated with this account will also be terminated at the same time.

**Additional Changes:**

This account is not to be used for commercial purposes and there is a limit of one (1) account per household.