

FDIC Insurance Coverage On Retirement Accounts

Under the FDIC's rules, up to \$250,000 in deposit insurance will be provided for the money a consumer has in a variety of retirement accounts, primarily Traditional and Roth IRAs (Individual Retirement Accounts), at one insured institution.

Also included are self-directed Keogh accounts, "457 Plan" accounts for state government employees, and employer-sponsored "defined contribution plan" accounts that are self-directed, which are primarily 401(k) accounts. In general, self-directed means the consumer chooses how and where the money is deposited.

All of your self-directed retirement accounts at the same insured bank are added together and the total is insured up to \$250,000.

In addition, the IRAs and other retirement accounts that will be protected under the new rules to \$250,000 are insured separately from other accounts at the same institution that will continue to be insured up to at least \$250,000.

FDIC Simplifies Coverage Rules for Revocable Trust Accounts

The FDIC has adopted changes to simplify the rules for determining the coverage available on revocable trust accounts – commonly called *payable-on-death accounts* or *living trust accounts*. The interim rules, as of September 26, 2008, eliminate the concept of qualifying beneficiaries, so that coverage is based on the naming of a living person, charity or nonprofit organization as a beneficiary.

Under the revised rules, coverage for the vast majority of account owners generally is based on the number of beneficiaries named in a depositor's revocable trust account(s). The insurance limit will be based on \$250,000 per named beneficiary. For revocable trust account owners with more than \$1,250,000 in such accounts naming more than five beneficiaries, the coverage is the greater of either \$1,250,000 or the sum of all the named beneficiaries' proportional interest in the trusts, limited to \$250,000 per different beneficiary.

NOTE: This brochure is not a government publication and is intended only to show examples of insurance coverage on accounts commonly held by depositors of this institution.

If you have questions about FDIC coverage limits and requirements, please visit www.myFDICinsurance.gov, call toll-free 1-877-ASK-FDIC, or ask a representative at your bank.

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FDIC

Your Insured Deposits



FDIC Insures The Safety Of Your Funds With Us.

Guide To Insurance Coverage

Temporarily Increased from \$100,000 to \$250,000 through December 31, 2013.

City National Bank

212 N. Main St. • P.O. Box 1099
Taylor, TX 76574
(512) 352-2265
www.cnbt.com
Member FDIC

Increased Insurance For Deposits With Our Bank

Temporarily Increased Through December 31, 2013[†]



How husband and wife may have insured accounts.

Individual Accounts:	
Husband	\$ 250,000
Wife	\$ 250,000
Joint Account: * **	
Husband & Wife	\$ 500,000
Revocable Trust Accounts:	
Husband as Trustee for Wife	\$ 250,000
Wife as Trustee for Husband	\$ 250,000

* Joint account with right of survivorship

** Each person insured to at least \$250,000

Example: A \$500,000 joint account would be fully insured because neither the share of the husband or the wife would exceed the \$250,000 limit (assuming that neither the husband nor the wife holds a share in any other joint account at the same institution).



How a husband, wife and one child may have insured accounts.

Individual Accounts:	
Husband	\$ 250,000
Wife	\$ 250,000
Child	\$ 250,000
Joint Accounts: *	
Husband & Wife	\$ 250,000
Husband & Child	\$ 250,000
Wife & Child	\$ 250,000
Revocable Trust Accounts:	
Husband as Trustee for Wife	\$ 250,000
Husband as Trustee for Child	\$ 250,000
Wife as Trustee for Husband	\$ 250,000
Wife as Trustee for Child	\$ 250,000

* Joint account with right of survivorship



How grandfather, grandmother and a grandchild may have insured accounts.

Individual Accounts:	
Grandfather	\$ 250,000
Grandmother	\$ 250,000
Grandchild	\$ 250,000
Joint Accounts: *	
Grandfather & Grandmother	\$ 250,000
Grandfather & Grandchild	\$ 250,000
Grandmother & Grandchild	\$ 250,000
Revocable Trust Accounts:	
Grandfather as Trustee for Grandmother	\$ 250,000
Grandfather as Trustee for Grandchild	\$ 250,000
Grandmother as Trustee for Grandfather	\$ 250,000
Grandmother as Trustee for Grandchild	\$ 250,000

* Joint account with right of survivorship



How husband, wife and two children may have insured accounts.

Individual Accounts:	
Husband	\$ 250,000
Wife	\$ 250,000
Child Number One	\$ 250,000
Child Number Two	\$ 250,000
Joint Accounts: *	
Husband & Wife	\$ 250,000
Husband & Child Number One	\$ 250,000
Wife & Child Number Two	\$ 250,000
Revocable Trust Accounts:	
Husband as Trustee for Wife	\$ 250,000
Husband as Trustee for Child Number One	\$ 250,000
Husband as Trustee for Child Number Two	\$ 250,000
Wife as Trustee for Husband	\$ 250,000
Wife as Trustee for Child Number One	\$ 250,000
Wife as Trustee for Child Number Two	\$ 250,000

* Joint account with right of survivorship



How a parent and one child may have insured accounts.

Individual Accounts:	
Parent	\$ 250,000
Child	\$ 250,000
Joint Account: * **	
Parent & Child	\$ 500,000
Revocable Trust Accounts:	
Parent as Trustee for Child	\$ 250,000

* Joint account with right of survivorship

** Each person insured to at least \$250,000

Example: A \$500,000 joint account would be fully insured because neither the share of the parent or the child would exceed the \$250,000 limit (assuming that neither the parent nor the child holds a share in any other joint account at the same institution).

The same grouping of insured accounts can be arranged for a grandparent and grandchild.



How a grandparent and two grandchildren may have insured accounts.

Individual Accounts:	
Grandparent	\$ 250,000
Grandchild Number One	\$ 250,000
Grandchild Number Two	\$ 250,000
Joint Accounts: *	
Grandparent & Grandchild Number One	\$ 250,000
Grandparent & Grandchild Number Two	\$ 250,000
Revocable Trust Accounts:	
Grandparent as Trustee for Grandchild Number One	\$ 250,000
Grandparent as Trustee for Grandchild Number Two	\$ 250,000

* Joint account with right of survivorship

The same grouping of insured accounts can be arranged for a parent and two children, instead of for a grandparent and two grandchildren.

In the examples shown, actual title to each account must be in the name of the account holder named. Each co-owner of a joint account must personally execute the signature card and must have equal withdrawal rights.

[†]On January 1, 2014, the standard insurance amount will return to \$100,000 per depositor for all account categories except IRAs and other certain retirement accounts, which will remain at \$250,000 per depositor.