

FUNDS AVAILABILITY POLICY & SCHEDULE

Federal and State legislation requires that deposits into your account be made available for withdrawal after a specified period of time. This schedule will help you determine when funds from your deposits will be available for your withdrawal.

The Bank's policy is to make funds from your deposit quickly available to you according to a schedule which is based on where the check is drawn, where the deposit is made and the type of account as set forth herein. Until funds become available according to the schedule, you may not withdraw the funds in cash, and the Bank may choose not to use the funds to pay checks you have written or other withdrawals or transfers you have authorized.

DEFINITIONS

- a) "Account" refers to each account or accounts (checking, savings or certificate of deposit account)
- b) "Bank", "we", "our", "us" and "State Bank" refers to State Bank of Long Island
- c) "Customer", "client", "you", and "your" refers to each person, agency, association, partnership, limited partnership, limited liability partnership, corporation, limited liability company, or other organization or entity who maintains a deposit account with the Bank or who obtains other services offered by the Bank

DETERMINING THE AVAILABILITY OF A DEPOSIT

The day of availability is counted in business days from the day of your deposit. Every day is a business day except Saturdays, Sundays, and Federal Holidays. If you make a deposit on a business day that we are open, we will consider that day to be the day of your deposit. However, if you make a deposit, or the Bank receives your deposit, on a business day we are not open, we will consider that deposit was made on the next business day we are open.

The length of availability varies depending on the type of deposit made and is explained below.

SAME DAY AVAILABILITY

- Electronic Payments: Deposits made electronically, such as wire transfers and direct deposits, are available on the business day we receive them. The funds are not considered received until State Bank also has received information about the amount of the funds and the account into which they are deposited.
- Cash deposits

NEXT DAY AVAILABILITY

Funds from the following deposits are available on the first business day after the day of your deposit:

- The first \$200 of a day's total deposits. The \$200 is in addition to any funds for which you receive next business day availability as described below;
- Checks drawn on State Bank;
- U.S Treasury checks that are payable to you;
- Federal Reserve Bank checks, Federal Home Loan checks and U.S. Postal Service money orders, if these are payable to you;
- New York State and local government checks that are payable to you, if you use a Special Deposit Ticket available in our branches upon request ; or
- Cashier's, certified, teller's and traveler's checks that are payable to you, if you use a Special Deposit Ticket available in our branches upon request.

ALL OTHER CHECK DEPOSITS

All other checks you deposit will be available on the second business day after the banking day of the deposit.

EXAMPLE

If you deposit a \$500 check on a Monday before 3:00 p.m., you can withdraw the first \$200 on Tuesday and the remaining \$300 will be available on Wednesday.

FUNDS AVAILABILITY POLICY	
Description of Deposit	When Funds Can be Withdrawn by Cash or Check
Electronic Direct Deposits, wire transfers and cash	The day we receive the deposit
Federal Reserve Bank checks, Federal Home Loan checks, U.S. Treasury checks, U.S. Postal money orders, checks drawn on us and the first \$200 of a day's deposits of other checks Cashier's, certified, teller's or state and local government checks payable to you.	The first business day after the day of deposit Note: For cashier's, certified, teller's or government checks, you must request a Special Deposit Ticket and make the deposit in person in order to get next day availability of these funds
All Other Check Deposits	The second business day after the day of deposit
Every day is a business day except Saturday, Sunday and Federal Holidays	

LONGER DELAYS MAY APPLY

Funds you deposit by check may be delayed for a longer period under the following circumstances:

- You deposit checks totaling more than \$5,000 in any one day;
- We believe a check you deposit will not be collected;
- You redeposit a check that has been returned unpaid;
- You have overdrawn your account repeatedly in the last six months; or
- There is an emergency, such as failure of communications or computer equipment.

We will notify you if we delay your ability to withdraw funds for any reason listed above, and we will tell you when the funds will be available. They will generally be available no later than the seventh business day after the day of your deposit.

You should ask a Customer Service Representative if you are unsure when a particular deposit will be available for withdrawal.

SPECIAL RULES FOR NEW ACCOUNTS

You are considered a new client if you have not had an account at State Bank for at least thirty (30) calendar days prior to opening your account. For accounts opened by new clients, the following special rules may apply during the first thirty (30) calendar days your account is open:

- Funds from Electronic Payments, such as wire transfers and direct deposits, will be available on the business day we received the funds.
- The first \$5,000 from a deposit of U.S. Treasury checks will be available on the first business day after the day of your deposit. The excess over \$5,000 will be available on the ninth business day after the day of your deposit.
- Funds from deposits of cash and the first \$5,000 of a day's total deposits of cashier's, certified, teller's, traveler's and state and local government checks will be available on the first business day after the day of your deposit if the deposit meets certain conditions. For example, the checks must be payable to you and you must use a Special Deposit Ticket available in our branches upon request. The excess over \$5,000 will be available on the ninth business day of your deposit.
- Funds from all other check deposits will be available on the ninth business day of your deposit.

OVERDRAWN ACCOUNTS

If any of your accounts have been overdrawn repeatedly in the last six (6) months, State Bank may exercise its right to restrict the availability of funds from checks you

deposit to any of your accounts. This restriction may last for a period of up to six (6) months from the last time you overdrew an account. If we impose this restriction, funds will be available according to the schedule, with an additional delay of five business days. We will notify you, in writing, if your deposits will be handled in this manner.

HOLDS ON OTHER FUNDS (CHECK CASHING)

If we cash a check for you that is drawn on another bank, we may withhold the availability of a corresponding amount of funds that is already in your account. Those funds will be available at the time funds from the check we cashed would have been available if you had deposited it.

HOLDS ON OTHER FUNDS (OTHER ACCOUNT)

If we accept for deposit a check that is drawn on another bank we may make funds from the deposit available for withdrawal immediately but delay your availability to withdraw a corresponding amount of funds that you have on deposit in another account with us. The funds in the other account would then not be available for withdrawal until the time periods that are described elsewhere in this schedule for the type of check that you deposited.

ITEMS NOT ACCEPTED FOR DEPOSIT OR REPAYMENT

Occasionally, a check is given to State Bank that we decide not to accept for deposit or payment because we doubt collectability of the funds. When this happens, we will return the check to you or send the check out for collection. This is most often the case with improperly endorsed checks. If this occurs, we will notify you promptly.

FOREIGN CHECKS

Checks drawn on banks outside the United States are sent out for collection. We will make the funds available to you after we have received payment for the check. Consult a Customer Service Representative if your check is drawn on any bank outside of the U.S. (refer to the Schedule of Fees and Charges). In addition, the bank on which the foreign check is drawn will convert the funds to U.S. dollars at the then applicable exchange rate and may deduct its fees.

CHANGES TO POLICY

If the policy or schedule is changed, a description of the change will be sent to you at least thirty (30) calendar days before implementing the change. However, if the change expedites the availability of funds, we may disclose such a change up to thirty (30) calendar days after the implementation of the change.

Our Funds Availability Policy & Schedule will not affect our right under existing law to charge back your account,

or otherwise obtain a refund from you, for any item that is not finally paid for any reason.

Funds Availability Policy & Schedule

Corporate Headquarters
Two Jericho Plaza
Jericho, NY 11753
(516) 465-2200

Member
FDIC



www.statebankofli.com