



THE FARMERS *of* STATE BANK

WAUPACA • WILD ROSE • FREMONT

Main Office - 112 W. Fulton Street, P.O. Box 289, Waupaca, WI 54981
Phone (715) 258-1400 • Fax (715) 258-1414 • www.fsbwaupaca.com • banking@fsbwaupaca.com

Savings Questions to Ask:

1. What is the minimum or average balance I need to have in the account?
 - a. Minimum – if you drop below that amount for any day during a month your interest rate might drop or you might receive a service charge
 - b. Average – adds the principal amount in your account every day and divides by the number of days in the month – gives you more flexibility
2. How long is the term?
 - a. 3 months
 - b. 1 year
 - c. No specific length of time
3. How is the interest figured?
 - a. Simple Interest
 - b. Compound Interest
 - c. Paid Daily, Monthly, Quarterly, Annually
4. What is the Annual Percentage Yield (APY)?
 - a. APY is figured on 1 year and the amount of interest compounded
 - b. It is a way to compare rates from different banks
Ex. What is better a 1 year CD with a rate of 5.00% or a 1 year IRA for 5.00%
5. What happens at the end of the term?
 - a. Is it automatically renewed
 - b. Paid out
 - c. Starts over
 - d. How long do I have to make a decision?
 - By law, you need to receive a notice 30 days before it matures (CD, IRA, etc.)
 - Grace Period – 10 days after maturity
6. Are there any other restrictions?
 - a. Early withdrawal penalties
 - b. Limited number of transactions