

CITY OF BRIGHTON
CITY COUNCIL MEETING
CITY HALL
May 15, 2014

Regular Blue Sky: 7:00 p.m.: Review of Agenda Items for this evening's meeting

REGULAR SESSION - 7:30 P.M.

1. Call to order
2. Pledge of Allegiance
3. Roll Call
4. Consider approval of the Agenda
5. City Manager's presentation for, and recognition of all City Finance Department Employees
6. Approval of [minutes: Regular Meeting of May 1, 2014](#)
7. Call to the Public

Consent Agenda

8. Receive [Quarterly Investment Report](#) from the Finance Director
9. Consider approval of staff's recommended [Banking services' contract RFP award](#)
10. Consider approval of a [resolution](#) for the [Brighton Bulldogs' non-profit status](#)
11. Approval of a [resolution](#) to [establish the City millage rate for the Fiscal Year 14-15 City Budget](#)
12. Consider approval of a [Health Care Savings Program Participation Agreement with Municipal Employees Retirement System \(MERS\) for non-union new hires](#)
13. Consider approval of [Defined Benefit Plan Adoption Agreement with Municipal Employees Retirement System \(MERS\) for non-union new hires](#)

Policy Development & Customer Communications' action item

14. Receive the [proposed PSD SAD Roll as certified by the City Assessor from the PSD Board and consider the adoption of a resolution which places the Roll in the office of the City Clerk for public examination and schedules the notice of the 2nd public hearing of the S.A.D. process](#)

Other Business

15. Information for City Customers
 - a. Report from the City Manager on responses to Citizens Inquiries to City Council received since the last Council Meeting
 - b. Progress updates from the City Manager on City Council-adopted goals
16. Receive updates from Council Member Liaisons to other Boards and Commissions
17. Call to the Public
18. Adjournment

MINUTES OF THE MEETING OF THE CITY COUNCIL OF BRIGHTON
HELD ON MAY 1, 2014 AT THE BRIGHTON CITY HALL
200 N. 1ST STREET, BRIGHTON, MICHIGAN

BLUE SKY SESSION

The Council conducted an Early Blue Sky Session at 6:30 p.m. Present were Mayor Muzzin, Mayor Pro-Tem Pipoly, Councilmembers Bandkau, Tobbe, Bohn, Cooper and Willis. The Council reviewed pending proposed Principal Shopping District Special Assessment District and the agenda items.

REGULAR SESSION

Mayor Muzzin called the regular meeting to order at 7:30 p.m. Following the Pledge of Allegiance, the roll was called. Present were Mayor Muzzin, Mayor Pro-Tem Pipoly, Councilmembers Bandkau, Tobbe, Willis, Cooper and Bohn. Also in attendance were Attorney Paul Burns and Brad Maynes, Engineer Gary Markstrom, Staff members Dana Foster, Kelly Hanna, Diana Lowe, Patty Thomas, Amy Cyphert, Tom Wightman, Lauri French, Matt Modrack and an audience of 29. Press and Media included Jim Totten from Livingston County Press & Argus and Tom Tolen from WHMI.

AGENDA APPROVAL

It was moved by Councilmember Cooper seconded by Tobbe to approve the agenda as presented. Motion passed 7-0.

EAGLE SCOUT AWARD PRESENTATION

Mayor Muzzin read and presented an Eagle Scout award to Bryce Feiler.

Bryce Feiler stated his Eagle Scout project consisted of building an outdoor classroom at Spencer Elementary school.

MINUTE APPROVAL

It was moved by Councilmember Cooper, seconded by Bandkau to approve the Regular Meeting minutes of April 17, 2014 as presented. Motion passed 7-0.

It was moved by Councilmember Cooper, seconded by Willis to approve the Closed Session minutes of April 17, 2014 as presented. Motion passed 7-0.

CALL TO THE PUBLIC

Mayor Muzzin opened the Call to the Public at 7:35 p.m.

Mike Muscott, 315 North Street, Masonic Temple, stated they are a charity and do not benefit from the tax increase of the PSD SAD and suggested this is something that should benefit everyone.

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Linda Botka, 323 W. Main Street submitted notices of 26 names opposing the proposed PSD SAD and suggested to look at it differently.

Mack Miller, 307 W. Main Street asked what does he get as a business owner from the PSD SAD?

Rick Starnes, 421 W. Main Street, stated he is opposed to the proposed PSD SAD and that he will pay \$52,000 in taxes in the next four years.

Roy Henkel, 424 W. Main Street, asked why is he forced to pay something he does not want?

Pat Steele, 322 W. Main Street stated she is against the PSD SAD.

Cheryl Mayday, 408 W. Main Street stated she is opposed the proposed PSD SAD.

Theresa, 309 E. Grand River, recently purchased her property and asked the City come up with a different solution than the proposed PSD SAD.

Hearing no further comment, the Call to the Public was closed at 7:52 p.m.

CONSENT AGENDA

It was moved by Councilmember Cooper, seconded by Bandkau to approve the Consent Agenda as presented. Motion passed 7-0.

The following items were approved:

1. Approved the conditional site plan for Hampton Inn #13-014 as depicted on plans prepared by Giffels Webster, project no. 18403.00, sheets SP-01 through SP-16, LA-01, LA-02, last dated 4-16-14 and plans prepared by Gasser Bush Associates, Drawing No. #13-21276-V3, dated 12-18-13 and plans prepared by Victor Saroki & Associates Architects PC, dated 12-30-13 sheets Ground Level Floor Plan, Second Level Floor Plan, Third Level Floor Plan, South Elevation, West and East Elevation, and North Elevation subject to the following:
 1. That this approval includes the approval of changes to the Parker Property mixed use development as shown on Sheet SP-06.
 2. That all signage comply with applicable ordinances or variances are obtained.
 3. That the applicant must address any outstanding Fire Code requirements with the Fire Department during the construction review.
 4. That the applicant must address any outstanding City Engineer requirements during the construction review.
 5. That right of way permits are obtained from the Department of Public Services for work within the right of way.
 6. That any damages done to the existing sidewalks or Homewood Suites parking lot be repaired.
 7. That the easement documents for the public sidewalk and public utilities be filed with Livingston County once completed.

8. That the building materials of the new dumpster enclosure match those of the existing dumpster.
 9. That the new parking lot lighting match the existing parking lot lighting at the Homewood Suites site.
 10. That the type of proposed screens and fences; height, typical elevation and vertical section of screens, showing materials and dimensions be reviewed during the construction plan review.
2. Appointed Steve Pilon and Annette Jacoby to the Principal Shopping District Board.
 3. Authorized partial release of easement and reservation of easement on Charles H. Orndorf Drive to facilitate the expansion of Eberspaecher North America, Inc., subject to City Attorney approval.

PRINCIPAL SHOPPING DISTRICT SPECIAL ASSESSMENT DISTRICT

Mark Binkley, Chairperson of Principal Shopping District, explained the purpose and benefit of the Principal Shopping District.

DDA Director, Matt Modrack gave a presentation of the Estimated Budget of the Principal Shopping District stating most of the expenditures are for advertising. He described the marketing campaigns of Brighton's competitors such as Fenton, Howell, Northville, Plymouth, Ann Arbor, Rochester, Ferndale, Royal Oak, Milford, Novi and the FY 12-13 DDA TIFA Capture By District.

City Attorney, Paul Burns stated objections to the proposed PSD SAD must be in writing.

Mayor Muzzin opened the Public Hearing for creation of the Principal Shopping District Special Assessment District at 8:28 p.m. The following comments were heard:

Rick Starns stated Staff gives a presentation to steer City Council in their direction. He expressed his opposition to the proposed PSD SAD.

Carolyn Henkel, 424 W. Main Street, stated they have been in business for 47 years and expressed her opposition to the proposed PSD SAD and stated parking is lacking in the downtown.

Roy Henkel, 424 W. Main Street, stated Main Street is closed down too often

Kate Lawrence, 306 W. Grand River, property owner for 37 years, stated she is opposed to the proposed PSD SAD.

Thaddeus McGaffey, 323 W. Main Street business owner, supports the PSD SAD.

Dough Steele, 323 W. Main Street property owner, expressed his opposition to the proposed PSD SAD and fund it differently.

Mondi Miller, 207 W. Main Street, asked why should we participate in the PSD again?

Mark Binkley, 105 W. Main Street, expressed his support for the proposed PSD SAD.

Pam McConeghy asked why there were not any Chamber of Commerce events listed for the PSD.

Hearing no further comment, Mayor Muzzin closed the Public Hearing at 8:50 p.m.

DDA Director, Matt Modrack stated the PSD does participate with the Brighton Area Chamber of Commerce.

Finance Director, Kelly Hanna stated 26% of the amount of the assessment has been objected to and 32 objections by parcel have been received.

It was moved by Councilmember Bohn, seconded by Willis to adopt Resolution 14-07, Approving the Principal Shopping District Special Assessment District process, which directs the preparation of final plans, specifications and cost estimates; directs the apportionment of cost and the designation of properties to be assessed; and directs the terms and parameters of the installment payments; and also directs the preparation of the Special Assessment Roll. A roll call vote was taken. Yes: Willis, Bohn, Pipoly, Bandkau, Cooper, Tobbe. No: Muzzin. Motion passed 6-1.

CHAPTER 98 ORDINANCE AMENDMENTS PUBLIC HEARING AND SECOND READING

Mayor Muzzin opened the Public Hearing for the proposed amendments to Chapter 98, Article 1. In General, Section 98-3. Definitions and Chapter 98, Article XIII. C3 Districts, Section 98-357. Use Regulations at 9:33 p.m. Hearing no comment, he closed the Public Hearing.

It was moved by Councilmember Cooper, seconded by Pipoly to approve Second Reading and adoption of Ordinance 570, Amendments to Chapter 98, Article I. In General, Section 98-3. Definitions and Chapter 98, Article XIII. C2 Districts, Section 98-357. Use Regulations. A roll call vote was taken. Yes: Willis, Bohn, Pipoly, Muzzin, Bandkau, Cooper, Tobbe. No: none. Motion passed 7-0.

FISCAL YEAR 14-15 CITY BUDGET

It was moved by Councilmember Bohn, seconded by Bandkau to approve Resolution 14-08, Adopting the City of Brighton's Budget for FY 2014-15, including Exhibit A less \$125,000 for snowplowing equipment and to defer it for one year. A roll call vote was taken. Yes: Willis, Pipoly, Muzzin, Bandkau, Cooper, Tobbe. No: Bohn. Motion passed 7-0.

CITY CUSTOMER INFORMATION

Assistant Department of Public Works Director, Patty Thomas stated the City's Spring Clean-up is May 10, 2014 from 9:00 a.m. to 2:00 p.m. at the Department of Public Services, 420 S. 3rd Street.

City Manager, Dana Foster gave an update on the water main break on Spencer Road, stating the Vactor was damaged by semi-truck during the repair, but is still in service.

Councilmember Cooper gave a Planning Commission update.

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Councilmember Bohn expressed his concerns regarding the severe weather siren controlled by Livingston County.

Mayor Muzzin stated he will speak to the Brighton Area Fire Authority Chief regarding the severe weather siren and he had an opportunity to speak to 2nd graders regarding being the Mayor.

CALL TO THE PUBLIC

Mayor Muzzin gave a Call to the Public at 10:53 p.m. The following comment was heard:

Carolyn Henkel suggested the PSD go over the budget and see what we need and do not need. She stated they have never bought advertising in the 47 years they have been in business.

Hearing no further comment, Mayor Muzzin closed the Call to the Public at 10:55 p.m.

ADJOURNMENT

It was moved by Councilmember Tobbe, seconded by Cooper to adjourn the meeting at 10:55 p.m. Motion passed 7-0.

Diana Lowe, City Clerk

Jim Muzzin, Mayor

MEMORANDUM

To: Dana Foster, City Manager

From: Kelly Hanna, Finance Director



Date: May 1, 2014

Subject: **The City's Quarterly Investment Report as of March 31, 2014**

Attached you will find the City's Quarterly Investment Report as of March 31, 2014.

In comparison to the quarter ended December 31, 2013, the City's total investment/bank balance has decreased by \$2,460,606 or 34% to \$4,840,733, which is generally indicative of the fact that the majority of the City's tax revenue levied is collected in the first quarter of the fiscal year, while expenditures are relatively more constant throughout the year. In comparison to the same quarter a year ago, i.e., the quarter ended March 31, 2013, the City's total investment/bank balance has decreased by \$208,345 or 4%. This is reflective of fund balance remaining steady compared to a year ago.

In comparison to the quarter ended December 31, 2013, the City's average rate of return on investments increased from 0.31% to 0.39%. The increase is reflective of the Treasurer's efforts to keep balances in Money Market Accounts that are earning more than our primary bank JP Morgan Chase. The City continues to earn more than the benchmark 3-month Treasury Bill Rate and Fed Funds Rate.

Since December 31, 2013, the City's investment in FDIC insured CD's decreased by \$739,757. The City's collateralized deposits/investments with JP Morgan Chase Bank totaled approximately \$529,594 or approximately 11% of the City's overall portfolio.

Attached you will find a quarterly investment report prepared by the City Treasurer, per the Adopted Investment Policy. We continue to work within the primary objectives of the City's Investment Policy, which, in priority order, are; safety, liquidity and return on investment.

Let me know if you have any questions.

MEMO

To: City Council
From: Fern Jackson, Treasurer 
Subject: Quarterly Investment Report
Date: April 25, 2014

The City of Brighton currently has 12 certificates of deposits with various Michigan banks with a 12-month maturity or less. There were no CD's purchased this quarter. We continue keeping our funds liquid vs. low rate of return from pooled money market accounts.

The interest rates of these outstanding certificates range from .25% to a maximum of .70% and will vary in amounts from \$150,000 to \$250,000. Laddering the investments out provides an on-going steady interest income, which is an additional revenue to the City budget. This also protects the interest revenue from market declines in the money market accounts. The general fund currently holds 8 CD's in the amount of \$1,970,485.57 which is from the tax revenue received from the tax bills due August 15 of each year. The Utilities fund currently holds 3 CD's in the amount of \$550,005.42 and the DDA holds one CD for \$200,000.

Our current financial institutions, which we hold money market accounts with, are providing .05% to .60% interest rates on 36.4375% of our total investments. These funds are completely liquid in nature and are available to use on demand. Certificates of Deposit require a penalty in interest; normally one month is forfeited, if they are needed prior to their maturity. Municipalities are allowed to only use Michigan banks for investment purposes.

This quarter proved to be slower than previously believed, mainly due to less spending on consumer services such as health care, takeout food and travel. The Commerce Department expected growth to be 2.4%; however, it was only 1.8%. The roughly 2% monthly growth continues to be insufficient to draw down the nation's still high unemployment rate of over 7%. The higher U.S. tax rates and a tepid global economy have restrained U.S. growth more than the official data has let on.

Investment in business structures such as office buildings and plants also fell a steep 8.3% instead of 3.5%. The plunge in investment reflects the cautious approach of American businesses in the face of a soft economy at home and declining growth among key U.S. trading partners. Total business investment excluding home construction still rose 3%. Residential investment was raised to a 14% advance from 12.1% providing more proof of a housing market gaining momentum.

The Federal Reserve in their March meeting predicted their target interest rate would be 1% at the end of 2015 and 2.25% a year later, which was higher than previously forecast, as they upgraded their projections for gains in the labor market. Janet Yellen said last month the U.S. economy was strong enough to withstand measured reductions to the central banks monthly bond purchases which have been reduced to \$55 billion. Assuming they keep the same schedule, the balance sheet of the Federal Reserve will be done growing by the end of this year.

The unemployment rate was little changed at 7.6% at the end of March. Employment grew in professional and business services and in health care, but declined in retail trade. There were 290,000 fewer unemployed persons, but according to the Bureau of Labor Statistics Household Survey, there were also 206,000 fewer employed persons so the drop in the employment rate was primarily a result of the change in the size of the labor force. Over 11 million Americans remain unemployed and many more are underemployed or have given-up looking for jobs.

CITY OF BRIGHTON
 QUARTERLY INVESTMENT REPORT
 AS OF MAR. 31, 2014*

<u>Investment Account</u>	<u>Account Balance</u>	<u>Maturity Date</u>	<u>Current % Interest Rate</u>	<u>Average R.O.R.</u>
JP Morgan Chase & Co. - A/P	70,565.66	Immediate	0.00%	0.00%
JP Morgan Chase & Co. - Payroll	263,643.44	Immediate	0.00%	0.00%
JP Morgan Chase & Co. - Employee FSA	10,128.12	Immediate	0.00%	0.00%
JP Morgan Chase & Co. - Escrow	100,322.41	Immediate	0.05%	0.00%
JP Morgan Chase & Co. - Payroll MM	40,116.00	Immediate	0.05%	0.00%
JP Morgan Chase & Co. - Money Market	<u>44,818.68</u>	Immediate	0.05%	0.00%
Total Chase Bank	529,594.31			
Talmer West- Juvenile	731.21	Immediate	0.00%	0.00%
Talmer West - Tax account	<u>184.09</u>	Immediate	0.20%	0.00%
Total Talmer West Bank	915.30			
First National Bank-tax account	<u>39,714.84</u>	Immediate	0.15%	0.00%
Total 1st Natl Bank	39,714.84			
Level 1-Money Market	11,328.94	Immediate	0.25%	0.00%
Level 1-U/B checking	<u>5,183.32</u>	Immediate	0.00%	0.00%
Total Level 1	16,512.26			
LOTUS BANK	<u>202,978.44</u>	Immediate	0.40%	0.02%
Total Lotus Bank	202,978.44			
FIRST NATIONAL BANK OF AMERICA	<u>578,965.81</u>	Immediate	0.60%	0.07%
Total First National Bank of America	578,965.81			
BANK OF BIRMINGHAM	<u>200,360.84</u>	Immediate	0.35%	0.01%
Total Bank of Birmingham	200,360.84			
HUNTINGTON NATIONAL BANK	<u>551,200.19</u>	Immediate	0.30%	0.03%
Total Huntington National Bank	551,200.19			
CD-BANK OF ANN ARBOR	250,000.00	4/30/2014	0.50%	0.03%
CD-THE PRIVATE BANK	200,000.00	5/1/2014	0.25%	0.01%
CD-INDEPENDENT BANK	240,000.00	5/20/2014	0.35%	0.02%
CD-MERCANTILE BANK	250,000.00	6/11/2014	0.49%	0.03%
CD-BANK OF ANN ARBOR	250,000.00	6/25/2014	0.50%	0.03%
CD-BANK OF BIRMINGHAM	200,000.00	6/25/2014	0.40%	0.02%
CD-MACATAWA BANK	240,000.00	7/23/2014	0.28%	0.01%
CD-HURON VALLEY	240,485.57	8/29/2014	0.40%	0.02%
CD-LIVINGSTON COMMUNITY BANK	250,000.00	9/11/2014	0.70%	0.04%
CD-WOLVERINE BANK	250,000.00	9/11/2014	0.35%	0.02%
CD-MERCANTILE BANK	200,000.00	9/13/2014	0.49%	0.02%
CD-THE PRIVATE BANK	<u>150,005.42</u>	12/29/2014	0.65%	0.02%
Total Certificate of Deposits	2,720,490.99			
TOTAL	<u>4,840,732.98</u>		<u>7.76%</u>	<u>0.3905%</u>
Avg. three Month Treasury Bill Rate				0.0493%
Average three Month Fed Funds Rate				0.0727%
City's Avg. R.O.R. over/(under) the 3-month T-Bill Rate				0.34%
City's Avg. R.O.R. over/(under) the Avg. Fed Funds Rate				0.32%

* From the website below

<http://bonds.yahoo.com/>

** From the website below

<http://app.ny.frb.org/markets/omo/dmm/fedfundsdata.cfm>

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*Amounts match the bank statement balance and there may be reconciling items between the General Ledger and the bank.

FINANCE POLICY REPORT

Consider Accepting a Proposal from Flagstar Bank to Provide the City of Brighton Banking Services as Specified in the City's Request for Proposal (RFP)

May 15, 2014

Prepared by:

Reviewed by:

Kelly Hanna
Finance Director

Dana William Foster
City Manager

ISSUE:

Consider accepting a proposal from Flagstar Bank to provide the City of Brighton Banking Services as specified in the City's RFP.

STAFF RECOMMENDATION:

It is staff's recommendation to accept a proposal from Flagstar Bank to provide the City of Brighton Banking Services as specified in the City's RFP.

BACKGROUND:

The City of Brighton has maintained banking services with JP Morgan Chase since October, 2008. The Finance Department determined in 2013 that it would be in the best interest of the City to issue a RFP for comprehensive Banking Services.

The City issued and advertised its RFP for Banking Services on January 24, 2014, with a due date of March 7, 2014. The City received eight proposals from the following financial institutions; Comerica Bank, Fifth Third, First Merit, Flagstar, Huntington, JP Morgan Chase, Key Bank, and Level One.

The Finance Director, Assistant Finance Director/Municipal Accountant and Treasurer evaluated the proposals using the criteria established in the RFP and have determined that the Flagstar Proposal best meets the needs of the City in (A) their ability to meet the City's written specifications, (B) their experience and past performance with similar Municipalities (specifically with Michigan governmental organizations), (C) their written responses to the City's questions, (D) their fee schedule, and (E) their oral presentation and verbal responses to City questions.

Flagstar has a Bauer Financial Rating of 3.5 stars, which is greater than the 3 stars required in the City of Brighton's Adopted Investment Policy.

Attached is the Proposal from Flagstar Bank, as well as the Fourth Quarter of 2013 Financial Results.

BUDGET IMPACT:

There will be an estimated annual reduction in banking service fees of approximately \$2,000. Also, there will be a slight increase in investment income. The rate of return on the City of Brighton's idle funds will be increased from .05% to .55%.

The Proposal is for a 4 year contract period. This guarantee would commence at account and service implementation. After the 4 year period has expired, discussions would be completed to negotiate an additional 2 year contract at the same terms and prices. **Either party has the option of discontinuation of the agreement with 90 day written notice.**

RELATIONSHIP TO GOALS:

Related to the City's Credit and Purchasing (Procurement) Card Policy.

ACTION/MOTION:

Motion to accept the attached proposal from Flagstar Bank to provide the City of Brighton Banking Services and authorize the City Manager to execute the agreement after review by the City attorney.

MEMORANDUM

To: Kelly Hanna, Finance Director

From: Fern Jackson and Denise Meier



Subject: BANKING RFP

Date: May 6, 2014

The City received Banking RFP responses from 8 banks. After careful review, interviews were held with the top 3 candidates, Flagstar, Fifth Third and Key Bank. Based upon the rate of return, services offered and the monthly fees, we are recommending the City move its banking services from our current bank, JPMorgan Chase, to Flagstar.

Currently our daily money market accounts earn .03% and our checking accounts earn nothing, but do provide an offset for analysis statement fees. Flagstar is earning a rate of .35% on their MAX checking account with balances up to \$249,000 and .40% for \$250,000 and above. Flagstar's MAX savings account earns .45% with balances up to \$249,999 and .55% for \$275,000 and above. This will improve the City's interest earnings for the year and reduce fees as no fees are attached to this savings account.

Flagstar also provides banking services to other local municipalities (City of Berkley, Sylvan Lake, Milford Township and the Village of Milford) who are using BS&A software. We believe this will be extremely important and helpful when transitioning from our current bank to Flagstar as both Flagstar and BS&A are already familiar with the necessary file set-ups for interfacing as well as importing and exporting files between the bank and our accounting software.

We contacted the municipalities listed above and all of them gave extremely positive references. The length of time they have banked with Flagstar ranges from 5 – 10 years. None have any intention of changing banks. The most outstanding feature they responded to was the "customer service" provided by Flagstar. They stated that Flagstar goes above and beyond any experiences they have had with other banks.

Participants in the banking referrals stated the online banking services are user friendly and efficient. Features provided include safety user tokens, passwords and onsite training at City Hall if necessary. Little if any manipulation of files is required to export files to the bank which saves time and potential errors for finance staff.

The Flagstar branch in Brighton provides for checking and savings benefits for the City of Brighton staff. The branch is also conveniently located for daily deposits and provides the

option of a nightly drop box. Throughout the tax season, tax payments will be accepted at the branch for the full amount owing to City residents.

While references responded they had occasionally experienced deposit issues, they were corrected in a timely manner and to the customers' satisfaction. The personal contact on problem resolution involved everything from the daily deposits to monthly statements.

The overall monthly fees proposed by Flagstar are less than the other candidates, including our current bank.

Flagstar currently has a 3.5 Bauer Financial star rating and has weathered the banking industry storm well and meets the request for proposal requirements. It is currently the largest publicly held savings bank headquartered in the Midwest and the largest financial institution headquartered in Michigan with total assets of \$9.4 billion as of Dec. 31, 2013. We have used Flagstar for certificate of deposits for many years here at the City of Brighton.

In conclusion, we are recommending the City move its daily banking operations from JP Morgan Chase to Flagstar as soon as possible. We believe this will be a good opportunity for better options for the City of Brighton. This banking request for proposal has been enlightening as to the current features in the banking industry and how they compare to what we currently are using as well as options for better security and savings.

Prepared for

City of Brighton

Request for Proposal

Banking Services

March 7th, 2014

Kimberly S. Goethe, CTP, CPFIM
First Vice President
Government Banking
Flagstar Bank
5151 Corporate Drive
Troy, MI 48098
(248) 312-5180
kimberly.s.goethe@flagstar.com

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Product Information

- Deposit and Investment Accounts
- Treasury Management Solutions
- Business Online Banking
- Remote Deposit Capture
- Wire Transfer Services
- ACH/EDI
- Check Image Viewer

Sample Product Reports

- Account Reconciliation/Positive Pay
- Information Reporting Services

Government Banking Historical Rates

- Checking Account-MAX
- Savings Account-MAX
- Certificate of Deposit
- CDARS® Investments

Under Separate Cover

- Flagstar Bank – 2011 and 2012 Annual Reports
- Flagstar Bank – 4th Quarter 2013 Earnings Announcement
- Capital Ratios Versus Competitors Comparison – December 31st, 2013

Prepared for

City of Brighton

Summary of Accounts and Services

March 7th, 2014

Kimberly S. Goethe, CTP, CPFIM
First Vice President
Government Banking
Flagstar Bank
5151 Corporate Drive
Troy, MI 48098
(248) 312-5180
kimberly.s.goethe@flagstar.com

Thank you for the opportunity to respond to the Request for Proposal for City of Brighton. We are hoping to establish a relationship by partnering with the City on a strategy that will provide you with bottom-line benefits in the savings of time, effort, and cost.

This document is intended to provide a summary of the recommended Flagstar Bank accounts and services for City of Brighton. We have created this information based on the requirements and needs referenced in this RFP.

Flagstar Bank Information

Flagstar Bancorp, Inc. is the largest publicly held savings bank headquartered in the Midwest and the largest financial institution headquartered in Michigan with total assets of \$9.4 billion on December 31st, 2013. Flagstar Bank, its primary subsidiary, currently operates 111 banking centers in Michigan, and home lending centers across the country. Flagstar Bank meets all Federal regulations to qualify as a well-capitalized financial institution.

Presently, Flagstar handles day to day banking and investments (Savings, Certificates of Deposit & CDARS®) for over 450 government banking clients in the state of Michigan.

Our Bauer Financial rating is presently 3 ^{1/2} stars effective September 31, 2013. The 4th quarter rating has not been provided as of the date of this RFP. However, when it becomes available, we will update you with this information.

Available Flagstar Accounts

Flagstar Bank presently offers various types of accounts/investments that we recommend for use by City of Brighton. All proposed accounts are compliant with Michigan Act 20 PA 1943, as amended, and the City of Brighton's investment policy.

First, we offer our Interest-Bearing Government Banking Checking-MAX Account. This type of account can be set up as strictly an interest-bearing checking account or the account may be set up as an interest-bearing checking account with sweep functionality. The interest rate on our Checking Account is variable and is currently at 0.35% (APY) for balances up to \$249,999 and 0.40% (APY) for \$250,000 and above.

If the interest bearing checking only option is chosen, all of the collected balances in the checking account earn interest as referenced above.

If the interest-bearing checking account with sweep functionality is chosen, any balances over/under an established target would sweep daily to/from a AAA Rated, PA 20 compliant Money Market Fund provided by Dreyfus (current rate approximately .01%) while still earning interest on any target and/or residual available balances in the checking account.

Our Government Banking Checking-MAX Account may be used to handle any required debit/credit activity including deposits, check issuance, incoming and outgoing wire and ACH transfers, and any other transactions. The number of transactions is unlimited on this account.

Second, we offer our Government Banking Savings–MAX Account. This account is a fully liquid savings account and is regularly used by our customers as an alternative investment option. The interest rate is variable and is currently at 0.45% (APY) for balances up to \$249,999 and 0.55% (APY) for \$275,000 and above. There are no fees associated with this account.

The Government Banking Savings–MAX Account may be used for most account transactions; although, check writing is not available. Unlimited deposits may be handled through this account; however, according to Federal regulations, you can make, or authorize us to make for you, up to six debit transactions (electronic, by phone, preauthorized, or conducted via computer instructions) during a monthly statement cycle. If during a monthly statement cycle the City exceeds this six withdrawal limit, a fee of \$10.00 per item (over the 6) will be assessed.

Finally, Flagstar offers Certificates of Deposits (CD's) and CDARS® CD's. Our regular CD's can be purchased in terms ranging from 7 days to 60 months. Rates on our CD's are very competitive and interest is calculated on a 360-day basis, ensuring maximum interest earnings for the City. CDARS® CD's are available in pre-established terms, and offer daily compounded interest calculated on a 365-day basis. CDARS® CD's offer full FDIC coverage on all invested funds. Flagstar does not assess fees for incoming or outgoing wire transfers related to the purchase or redemption of our CD's and CDARS® investments. All purchases and redemptions are handled via telephone based on authorities provided by the City. A minimum deposit of \$100,000 is normally required; however, we do accept client transactions below that threshold.

Interest rates on all the account types referenced are as of the date of this proposal and are subject to change without notice. Please refer to the Government Banking Historical Interest Rates under Tab #4.

Recommended Accounts for City of Brighton

We recommend that the City use our Interest-Bearing Government Banking Checking-MAX Account for all required checking accounts. This account pays a competitive interest rate and alleviates the need for the City to reconcile the movement of funds between a sweep account and a checking account. Setting the accounts up as proposed will ensure all collected balances earn interest (maximizing investment income) and will provide optimal efficiency for the City.

Additionally, the City can open a Government Banking Savings-MAX Account, Certificate of Deposit or CDARS investments as desired. These account types would provide additional return on those funds that are held for a longer term.

Transferring funds between Flagstar checking and savings accounts would be handled by the City using our Business Online Banking service. There is no additional charge for these transfers.

Monthly Checking/Savings Statements and Analysis Statements

Checking and Savings Statements

Flagstar Bank will provide monthly account statements for the recommended checking and savings accounts.

Flagstar Bank's monthly checking account statements cut-off on a predetermined day (determined by the City) and are mailed to our clients within 5 to 7 business days after cut-off. Images of paid checks are available via Business Online Banking or CD-ROM.

Flagstar Bank's savings account statements cut-off on a predetermined day (determined by the City) and are mailed to the City within 5 to 7 business days after cut-off.

Checking and savings account statements are also available via the Business Online Banking system two days after cut-off.

For CDARS® investments, the City would receive an e-mail confirmation the day after purchase and would additionally receive e-mailed monthly statements until maturity.

There is no monthly statement for the Flagstar Certificates of Deposit. The original CD is mailed at the time of purchase showing the amount of the investment, rate, maturity date, etc.

Analysis Statement

As a Flagstar Bank customer, the City would receive an Account Analysis Statement in addition to a monthly Account Statement. The Account Analysis Statement is a summary report of banking services for the month. It will include the City's average daily collected balance, any applicable monthly service fees, value-added service fees, and any ancillary charges the City may have incurred during the month. The Account Analysis statement is delivered via U.S. Mail.

The major components of the Account Analysis Statement include:

- **Relationship Summary** – Summary of each account's Average Net Ledger and Collected Balances.
- **Balance Information** – Average Ledger and Collected Balances maintained in the account(s).
- **Service Detail** – List of services used during the statement period, grouped by product category.
- **Compensation Information** – Summary of service charge status for the account.
- **Billing Summary** – Summary of Analyzed, Fee-Based, and Interest charges.
- **Balance and Billing History** – Summary of balances and activity from previous 12 months

Local Banking Center Transaction Processing

City of Brighton would make deposits at the following banking center. This location is 2.32 miles from the City.

Brighton Banking Center
Lois Todd
Branch Manager
9332 Lee Road
Brighton, MI 48116
Office Phone: (810) 229-6483
Fax: (810) 229-6593

Banking Center Operating Hours and Ledger Credit Schedule

Banking Center processing hours is as follows (all Eastern Time):

Lobby and Drive Up: 9:00 AM to 6:00 PM Monday and Friday
9:00 AM to 5:00 PM Tuesday – Thursday
9:00 AM to 1:00 PM Saturday

During any of these time periods, City personnel (or your designated courier) may drop off deposits or handle daily banking requirements.

Processing of Daily City Deposits:

Deposits would be processed in any of the following manners (based on the City's choice):

- City personnel can deliver deposits to a customer service representative at the banking center and have the items counted/verified immediately in their presence. If this option is chosen, the banking center provides a copy of the validated deposit slip (receipt) at that time. No special bagging is required for deposits handled directly by a customer service representative.
- City personnel can deliver deposits to a customer service representative at the banking center and have him/her process them later in the day as time permits. When Flagstar processes the contents later in the day, the duplicate deposit receipt may be mailed to the City or held for pick-up by the City. Deposits should be packaged in disposable tamper resistant plastic bags.
- City personnel can drop the deposits into the banking center's night depository. On the following business day, these deposits would be removed from the depository and processed (under dual control) by banking center personnel. Flagstar would mail the duplicate deposit receipt to an address provided by the City or would hold the receipts for next day pick-up – whichever way the City prefers. Deposits should be packaged in disposable tamper resistant plastic bags.

Deposits made in the lobby before 4:00 PM (ET) on a business day will receive same day ledger credit. Deposits made after 4:00 PM may be credited that same-day when possible or held over for processing on the next business day.

As referenced previously, all deposits placed in the night depository are processed and ledger credit is made on the following business day.

Deposited currency, when possible, should be strapped or clipped in 100 like bills per strap (i.e. 1's in \$100.00 strap, 5's in \$500.00 strap etc.). Loose coin should be rolled.

Deposit Adjustments

Currency Deposit Adjustments

If a City employee is present while the currency is being verified, they would be advised of any out of balance condition and may choose to take the deposit back to the City for re-counting or have the banking center process the appropriate adjustment.

If City personnel (or their designee) were not present (when deposits are dropped off or night depository is used), the cash portion of any deposit would be counted/verified by the local banking center representatives. This verification is completed in the presence of two banking center employees. Any required adjustments would be made accordingly. A banking center representative may contact an authorized City individual to advise them of any discrepancy in the currency portion of the deposit. Finally, the appropriate adjustment advices (including a copy of the adjusted deposit ticket) would be sent to an address provided by the City or held for pick-up by City personnel.

Check Deposit Adjustments

If depositing checks at the banking center, the deposit is sent to our operations area for verification. Any required check adjustments would be handled in that area as a debit or credit to the account. The advice of debit/credit would be mailed to an address provided by the City. No phone call is available on check discrepancies.

Account Supplies

Fees related to supplies such as printing of deposit tickets and checks, endorsement stamps, plastic disposable depository bags are the responsibility of the City. We will offer to provide a one-time reimbursement up to \$200.00 for these supplies.

Overdrafts

When an account becomes overdrawn, our Government Banking Group is notified and in turn will notify the City. This notification would be made via a telephone call to an authorized City representative. Flagstar would expect that the City would fund the account the same day of notification.

Please refer to Section 3 – “Pricing Proposal” for fees related to Overdrafts.

Service Fees

Flagstar would guarantee the pricing referenced in Section I of this proposal for a 4-year contract period. This guarantee would commence at account and service implementation. After the 4-year period has expired, discussions would be completed to negotiate an additional 2 year contract at the same terms and prices.

On a monthly basis, the City will receive a service charge analysis referencing fees associated with the accounts. The City has two options for handling these fees.

- The City can set up the checking accounts as interest bearing with all available balances earning interest and pay hard dollar fees.
- The City can set up the checking accounts as non-interest bearing accounts and use the available balances to offset service charges.

We recommend the interest bearing option as this will optimize income to the City. To support this recommendation, see additional information throughout this proposal.

Charges will be assessed to the City's main account before the 15th business day of the next month and a statement of the fees will be provided to the City on a monthly basis.

Closing

In this document and the following pages, we have provided a summary of the proposed accounts we are recommending for City of Brighton. We believe that this proposal addresses all account requirements of the City. However, should you need additional information or require a formal presentation of Flagstar Bank's capabilities, we are available as needed. We look forward to establishing a long term relationship with City of Brighton.

REQUEST FOR PROPOSAL FOR BANKING SERVICES

CITY OF BRIGHTON
200 N. FIRST STREET
BRIGHTON, MI 48116

INTRODUCTION

A. PURPOSE AND SCOPE

The City of Brighton is seeking proposals from qualified banking institutions (the “bank”) to provide various banking services. The objective is to identify the banking institution(s) that can offer the most comprehensive services at the most competitive rates. Please acknowledge receipt of this banking services proposal via e-mail to treasurer@brightoncity.org. Please provide a contact person and their e-mail address. All addendums and responses will be sent to your contact going forward.

The proposal has been divided into the following sections and exhibits:

1. Financial Services Overview
2. General Banking Information
3. Services Requested Requirements
4. Other Available Services
5. Pricing Proposal

Exhibits:

- Exhibit A – Public Act 20 and the City of Brighton’s Investment Policy
- Exhibit B – Pricing Proposal Spreadsheet
- Exhibit C – Investable Balances
- Exhibit D – Account Activity
- Exhibit E – Deposit Schedule

It is the City of Brighton’s intent to maintain most banking services with one bank, yet maintain some diversity for investment purposes.

Flagstar Bank understands and agrees to the above information contained in the “Purpose and Scope” section of this RFP.

B. ELIGIBLE BANKS

A proposed bank must be a federally or State of Michigan chartered banking institution with offices located in Michigan, and in Livingston County within 10 miles of City Hall, total asset size above \$5 billion, a Bauer star rating of 3 stars or above and comply with our investment policy.

Flagstar Bank is a federally chartered savings bank with our headquarters located in Troy, Michigan. We have a banking center located in Livingston County in Brighton approximately 2.32 miles from City Hall. Our total assets as of December 31st, 2013 were \$9.4 billion. Flagstar Bank's Bauer star rating was 3 ½ as of 3rd Quarter 2013 (4th quarter ratings have not been released yet). We agree to comply with the City's investment policy.

C. ACCOUNT COMPLIANCE

All accounts proposed by the banking institutions must be in compliance with Michigan Act 20 PA 1943, as amended, and the City of Brighton's Investment policy, see **Exhibit A**.

All accounts proposed in this response are compliant with Michigan Act 20 PA 1943, as amended, and the City of Brighton's investment policy.

D. PROPOSAL FORMAT – See Exhibit B

The proposal must be completed in its entirety. Any relevant supplemental information should be included as attachments. If a bank cannot meet a service requirement, the bank should enter "No Proposal" for the specific requirement.

Flagstar Bank understands and agrees to the above information contained in the "Proposal Format" section of this RFP.

E. TIMELINE (Subject to Change)

RFP distributed to banks January 24, 2014
Questions from all banks February 7, 2014
Responses to all questions February 21, 2014
Proposals due from banks March 7, 2014
Review of bank proposals March 31, 2014
Recommendation to City Council April 3, 2014

Flagstar Bank understands and agrees to the above information contained in the "Timeline" section of this RFP.

F. RESPONSE DATE

Four (4) copies of your proposal must be received by the City of Brighton no later than March 7, 2014. Proposals must be clearly marked "BANKING SERVICES PROPOSAL". Mail or deliver responses to:

City of Brighton
Kelly Hanna
Finance Director
200 N. First Street
Brighton, MI 48116
Phone 810-225-9283
Fax 810-225-1459
hannak@brightoncity.org

Late proposals will not be considered. Amendments to proposals will be considered only if they are received by the above deadline. A corporate official, legally authorized to bind the bank, must sign the proposal.

Flagstar Bank understands and agrees to the above information contained in the "Response Date" section of this RFP.

G. QUESTIONS

Should there be any questions regarding the bid process or specific aspects of the RFP they should be e-mailed or sent by facsimile transmission to the Finance Director on or before February 7, 2014.

By February 21, 2014, questions and answers will be consolidated and provided via e-mail to all bank contacts on record as having received the RFP.

Flagstar Bank understands and agrees to the above information contained in the "Questions" section of this RFP.

H. SELECTION CRITERION

The City of Brighton reserves the right to select the bank it feels will best support the City's banking needs. The City will entertain voluntary, alternate proposals for services not included in RFP.

Considerations

The selection criteria will include but are not limited to:

1. Treasury Management Service Fees
2. Earnings Credit Rate
3. Investment/Sweep Yield

4. Availability Schedule applied to deposit items
5. Financial Strengths
6. Quality of references
7. Availability and commitment of implementing new technologies

Flagstar Bank understands and agrees to the above information contained in the “Selection Criteria” section of this RFP.

I. TERM OF BANKING SERVICE AGREEMENT

The City of Brighton is proposing a 4 year contract term for this banking services agreement with the option to extend for an additional 2-year period at the same terms. Either party has the option of discontinuation of the agreement with 90-day written notice.

Flagstar Bank agrees to the 4 year contract term with the option to extend for an additional 2-year period at the same terms.

J. RIGHT TO REJECT PROPOSAL

The City of Brighton also reserves the right to waive any information or irregularities in any proposal and to reject any or all proposals.

Flagstar Bank understands and agrees to the above information contained in the “Right to Reject Proposal” section of this RFP.

SECTION 1- FINANCIAL SERVICES OVERVIEW - See Exhibit C

I. VOLUMES & BALANCES

The following are twelve (12) month averages collected/investable balances:

January 2013	\$ 391,165.03
February 2013	\$1,387,555.94
March 2013	\$1,388,542.04
April 2013	\$1,066,899.69
May 2013	\$ 971,793.74
June 2013	\$1,070,931.32
July 2013	\$1,539,325.88
August 2013	\$7,065,707.62
September 2013	\$2,694,976.37
October 2013	\$ 700,954.42
November 2013	\$ 625,896.65
December 2013	\$ 965,065.05

No response required.

II. DEMOGRAPHICS

The City of Brighton lies at one of the nation's busiest transportation intersections for national and international commerce – U.S. 23 and Interstate 96—Brighton is 45 miles west of Detroit, 35 miles south of Flint, 15 miles north of Ann Arbor and 45 miles east of Lansing, Michigan. It is one of two incorporated cities in Livingston County and incorporates land that was once part of Brighton Township, Green Oak Township, and Genoa Township.

The City departments include the City Manager, Community Development, City Clerk, Finance, Human Resources, Public Services, and Utilities including water and sewer, and Public Safety with full-time Police department.

The City of Brighton relevant statistics:

Area: Approximately 3.69 square miles

Populations: 7,552 estimate

Property Valuations: 2013

Taxable Value w/adjustments \$394,488,452

Millage Rates:

City Operating 15.2734

Tax Rates (Per \$1,000.00 of Valuation)

Taxes are collected twice a year, due on August 15 and February 28 of each year.

No response required.

III. BUDGET

You will find the Adopted FY 2013-14 budget at www.brightoncity.org at the right hand side under "Of Special Interest: Budgets".

No response required.

IV. SERVICES REQUESTED

The City of Brighton is interested in the following services:

- Interest/Non-interest Bearing Accounts, including checking, savings, money market, sweep, etc.
- Branch Deposits
- Account Reconciliation
- Positive Pay
- Internet Banking-Including balance reporting, wires, ACH transmissions, check inquiry and Stop payments
- Check Imaging with 2 year history capability
- ACH Processing Debit and Credits
- ACH Debit Block
- Lockbox deposits or cash letter

- Financing Services
- Purchasing Card Program
- Property tax payments at local bank branches by residents
- Investment Services

Further in the proposal see Section 3 for additional details.

SECTION 2- GENERAL BANKING INFORMATION

I. FINANCIAL STRENGTH

A. SAFETY AND SOUNDNESS

Identify key measures of the bank's financial strength, (e.g. capital ratios, market capitalization total assets).

Following are Flagstar Bank's key measures effective year-end December 31, 2013:

Profitability:

➤ Net Income	\$160.5 million
➤ Diluted Earnings Per Share	\$4.37 per share
➤ Return on Average Equity	50.39%

Capital Ratios:

➤ Risk-Based Capital	28.11%
➤ Tier 1 Capital (To adjusted tangible assets)	13.97%

Market Capitalization:

➤ Average Stockholder's Equity	\$1,273,763
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Flagstar Bank meets all Federal regulations to qualify as a well-capitalized financial institution.

As of December 31, 2013, Flagstar Bank's total assets were \$9.4 billion.

Under separate cover, we have included Flagstar Bank's Capital Ratios Versus Competitors comparison.

B. CREDIT RATINGS

Provide ratings for the bank and/or subsidiary bank from the following agencies: Standard & Poor's/Moody's. Include ratings for Bank Financial Strength, Bank Deposits and Issuer rating.

Flagstar Bank does not maintain a Moody's or Standard & Poor's rating at this time. However, Flagstar Bank's current rating from Bauer Financial is 3 ^{1/2} Stars – Good (effective 3rd quarter 2013) and our IDC rating is 190 – Excellent (effective 4th quarter 2013). Supporting documents from both agencies can be provided upon request.

C. FINANCIAL STATEMENTS

Each proposer must submit with their proposals copies of their annual financial reports for the past two (2) years.

Under separate cover we have provided Flagstar Bancorp's 2011, and 2012 Annual Financial Reports. Additionally, we have included our 4th Quarter 2013, Earnings Announcement. Our 2013 Annual Report has not yet been released. However, we will provide a copy to you upon completion.

D. Provide bank ownership information.

Flagstar Bancorp, Inc., chartered in 1987, is the largest publicly held savings bank headquartered in the Midwest and the largest financial institution headquartered in Michigan with total assets of \$9.4 billion on December 31st, 2013. Flagstar Bank, its primary subsidiary, currently operates 111 banking centers in Michigan, and home lending centers across the country. Flagstar Bank meets all Federal regulations to qualify as a well-capitalized financial institution. Our Bauer Financial rating is presently 3 ^{1/2} stars effective September 30, 2013.

II. ACCOUNT SERVICING

A. BANK CONTACTS

List names, titles, telephone and fax numbers and e-mail addresses for key bank contact personnel. Also provide a brief resume for each contact.

Flagstar Bank maintains a dedicated Government Banking Group for our public sector clients. Our team is available to City personnel as required. The City is assigned to the following team members to handle implementation requirements, for responses to questions/concerns and to provide general client assistance. Collectively, these individuals have over 20 years of experience managing government clients.

Main Contact for the City

Kimberly S. Goethe, CTP, CPFIM

First Vice President

Government Banking Group

Troy Headquarters

5151 Corporate Drive

Troy, MI 48098

Office Phone: (248) 312-5180

Toll Free: (888) 254-5417

Fax: (248) 312-6964

E-mail: kimberly.s.goethe@flagstar.com

Kim is responsible for delivering Investment and Treasury Management Services to the Bank's public sector clients and attracting new clients for these services. She will be the main contact for the City.

Kim has worked with public sector clients since 1999. Prior to her employment at Flagstar, she spent five years at National City Bank as a Public Funds Relationship Manager and 20 years at Bank One in various capacities including Retail Banking, Lending, and Treasury Management. She is a Certified Treasury Professional with the Association for Financial Professionals and a Certified Public Funds Investment Manager with the Association of Public Treasurers of the United States and Canada and holds a B.B.A. degree in finance from Eastern Michigan University.

Kim's professional credentials include membership in the Michigan Municipal Treasurers Association, Michigan Government Finance Officers Association, Michigan School Business Officials, and Michigan Association of County Treasurers. She is a past associate director for the Wayne and Oakland County Treasurers Associations and currently serves as the associate liaison for the Livingston County Treasurers Association and the associate board member for the Michigan Municipal Treasurers Association. In addition, she is a member of various local municipal and school associations.

Implementation, Service and Operation Issues Contact

Ruth M. Kondrat
Treasury Sales Analyst
Government Banking Group
Troy Headquarters
5151 Corporate Drive, E-183-3
Troy, MI 48098
Office Phone: (248) 312.2042
Toll Free: (888) 254.5417
Fax: (248) 312.6964
Email: ruth.kondrat@flagstar.com

As Treasury Sales Analyst, Ruth provides support to the Government Banking Group's Relationship Managers, including implementing and servicing all Treasury Management processes. Additionally, she is responsible for the internal management and communication of product requirements of our clients.

Ruth joined the team at Flagstar from PNC Bank where she worked as an Account Executive in the Merchant Services Division and with National City Bank as a Sales Associate in the Global Treasury Management Group. Prior to that time, Ruth held positions at both Fifth Third Bank and Bank One. Collectively her career includes 30 years of banking experience.

Banking Center Contact

Brighton Banking Center

Lois Todd

Branch Manager

9332 Lee Road

Brighton, MI 48116

Office Phone: (810) 229-6483

Fax: (810) 229-6593

Email: lois.todd@flagstar.com

As Banking Center Manager of the Brighton office, Lois is responsible for serving as a coach, team leader, and sales manager in her banking center. She also acts as a liaison between the banking center and other areas of the bank. Lois focuses on sales management and coaching activities for developing her staff and business opportunities in the community, and also focuses on the operations of the banking center.

Lois has been with Flagstar as a manager since May 2005. She began her banking career in 1986 with Chase. In 1989 she joined Comerica Bank as an Assistant Manager until she moved to Brighton, and in 2003 she served as an Assistant Branch Manager at 5/3 Bank in Hamburg. Lois is an active member of the community including participation as a volunteer for Brighton High School Varsity Pom, March of Dimes, and the Chamber of Commerce. Lois holds a Bachelor's Degree in International Economics and French from Hiram College and is licensed for Life Insurance and Series 6 & 63.

B. REFERENCES

Each proposer should include four (4) references of customers who have used services similar to those included in this request. Please provide name, address, telephone number, and email address for each reference.

City of Sylvan Lake

1820 Inverness

Sylvan Lake, MI 48320

Contact: Dennise Dryden, Clerk/Treasurer

Phone: (248) 682-1440

E-mail: clerk-treasurer@sylvanlake.org

City of Berkley

3338 Coolidge Highway

Berkley, MI 48072

Contact: David Sabuda, Finance Director

Phone: (248) 658-3349

E-mail: dsabuda@berkleymich.net

Charter Township of Milford
1100 Atlantic
Milford, MI 48381
Contact: Cindy Dagenhardt, Treasurer
Phone: (248)685-8731
E-mail: treasurer@milfordtownship.com

Village of Milford
1100 Atlantic
Milford, MI 48381
Contact: Penny Ray, Treasurer
Phone: (248) 684-1535
E-mail: treasurer@villageofmilford.org

C. PROXIMITY

Provide the distance of your nearest bank branch to the City of Brighton, City Hall location.

Brighton Banking Center
9332 Lee Road
Brighton, MI 48116
Office Phone: (810) 229-6483
Fax: (810) 229-6593

Distance from the City is 2.32 miles

Banking Center Operating Hours and Ledger Credit Schedule

Banking Center processing hours is as follows (all Eastern Time):

Lobby and Drive Up:	9:00 AM to 6:00 PM	Monday and Friday
	9:00 AM to 5:00 PM	Tuesday – Thursday
	9:00 AM to 1:00 PM	Saturday

D. COMPETITIVE POSITION AND FUTURE COMMITMENT

1. What differentiates your products/services from other providers?

We continually review our products and services in pursuit of new opportunities that may help municipalities such as the City to operate more efficiently and cost effectively. Flagstar is committed to making the necessary investments in people, technology and new product capabilities in order to provide a vast array of advanced services to our customers for use at their locations. The services described in this proposal reflect a clear understanding of your goals of maximizing convenience and savings, while minimizing the time and resources spent on banking activities.

When evaluating products and services, “execution” should always remain a top priority – execution in the initial startup and delivery of services, right through to the ongoing servicing of the relationship. Our commitment to implementing services in a seamless

manner, and then providing responsive ongoing support, sets us apart from our competitors. We deliver service that far exceeds our clients' expectations.

Differentiating highlights:

- **Flagstar Bank's local presence – Flagstar Bank is headquartered in Michigan. This provides us with local decision making ability and additionally allows us to understand and support the communities in which we are located.**
- **Flagstar Bank's dedicated Government Banking Group - the experience of our Government Banking Relationship Managers and support staff in assisting our Public Sector clients far exceeds our competition. We have over 90 years combined Public Sector experience within our group.**
- **Flagstar Bank's Management & Product Development teams – Flagstar's leadership team averages 25 years of experience in new product development and was hired for their expertise in customizing solutions.**
- **Flagstar Bank's focus on minimizing financial risk for our Government Banking clients.**

2. What new services or features does the bank plan to offer, and within what time frame?

Flagstar is committed to making the necessary investments in people, technology and new product capabilities in order to provide a vast array of advanced services to our customers. Meeting our customer's needs now and in the future remain our top priority.

Enhancements to existing services including Business Online Banking are an ongoing development activity. This ensures that our products remain competitive and are compliant with industry regulations. Initiatives planned for 2014 include:

- **Escrow Services – ability to combine an unlimited number of individual escrow sub-accounts into a single master account**
- **Enhanced Vault Services – investment in digital vault and secure safe technologies**
- **Mobile Banking – ability to view account balances, initiate account transfers, and approve ACH and Wire payments**
- **Teller Positive Pay – check verification/fraud protection at Flagstar banking centers.**
- **Prepaid Cards – debit card enabling the payment of employees through payroll direct deposit, make pension payments, handle court reimbursements, and various other capabilities**

3. Provide any additional information, which you believe to be relevant to this RFP and your capabilities to provide the services requested, e.g., product brochures, and articles in trade journals.

Please refer to information in Section 4 "Exhibits" for additional details about our products and services.

E. DISASTER RECOVERY

Provide an overview of the bank's disaster recovery plan.

It is Flagstar Bank's policy to maintain and support a formal contingency planning process to minimize customer impact and risks to the organization in the event of an emergency or disaster, or major unplanned disruption of normal business activity.

Flagstar Bank's disaster recovery plan is supported through an arrangement with IBM. In the event of a disaster, IBM provides the Bank with a location and hardware to recover all of the Bank's servers and applications (referred to as a "hot site", which in the Bank's case is in Sterling Forrest, NY.) and another site that is local where many of the teams' Disaster Recovery staff will be sent (referred to as a "Metro Center", which is in Southfield, MI.). Flagstar's Information Technology team is responsible for the hardware and application recovery in Sterling Forrest. The Bank's Business Units have responsibility for verification of recovered data and resuming business at the Metro Center or any other location that they have chosen for their teams' recovery process. In addition, our third-party service providers maintain their own recovery sites and in some cases also maintain multiple backup centers.

Each Business Unit and Information Technology team has prepared their own Disaster Recovery plans. These plans include step-by-step recovery procedures, contact lists for staff and vendors and other important pieces of information relative to their teams' recovery. Copies of these plans are kept on site, as well as off site. Plans are managed on a monthly basis for any updates or changes. To ensure the validity of these plans, Disaster Recovery testing is scheduled with IBM at least once a year. Recovery procedures are tested and any changes that are necessary to the plans are documented, keeping the plans up to date. Full disaster recovery plans are not provided to the public, however, the City can be assured that no disruption of service will occur.

F. IMPLEMENTATION

What is the average lead-time required for implementation, including but not limited to the following services?

- Account Opening
- Information Reporting
- Other

Once City of Brighton makes the determination to establish daily banking services with Flagstar Bank, we would begin the following implementation/conversion steps. The Bank would anticipate the total transfer of accounts and services to take approximately one to two months with the assumption that the City would need to leave their existing bank accounts open for a longer period of time in order to accommodate outstanding checks and other miscellaneous items. The implementation time period would be established based on the needs of the City and would assume that as implementation progresses both parties would be responsive to questions/inquiries of the other party (i.e. phone calls made to us by the City would be returned same day, documents would be provided in timely manner, etc.).

An initial meeting would be scheduled to sign the appropriate agreements and to discuss account and service needs. In attendance from Flagstar Bank would Kim Goethe, Relationship Manager; Ruth Kondrat, Treasury Sales Analyst; and the appropriate Banking Center personnel. The City would need to have all affected staff at this meeting so that we can thoroughly discuss the set-up requirements. After the initial meeting, follow up steps would be taken as required.

Checks, deposit tickets, and endorsement stamps would need to be ordered. Our supplier can contact the appropriate City individual to initiate the order or the City is welcome to use its own local supplier if desired. Ongoing cost of these supplies would be the responsibility of the City. Additionally, cost for any tamper resistant plastic bag stock that is required for transporting deposits would be paid for by the City. However, Flagstar is offering an initial one-time credit of \$200.00 for these supplies at implementation.

Account opening documents and service implementation documents would be prepared and given to the City. The City would complete these appropriately, sign and return them to us. Once the completed documents are received, the account(s) would be opened and the necessary services implemented.

All accounts and services would be implemented by our Government Banking team. We would act as the City's liaison to all other areas of the bank – alleviating the need for City personnel to deal with numerous contacts.

Once the accounts are opened and the services are established, we would conduct on-site training for the Business Online Banking system. This training will be provided at no additional cost to the City. A designated City individual would be assigned (by the City) as the Administrator of the system. The Administrator would have access to all system functions and would assign services to City employees as appropriate. During this training, we would assist the Administrator with the setup of all users and services.

When implementation/conversion is final, we would establish a schedule for meetings with the City to ensure the system is functioning properly and to respond to any questions or concerns. This may be within a month of final implementation/conversion or a few months, and can be set up as a scheduled meeting quarterly, semi-annually, or however often the City feels is necessary.

Finally, on an on-going basis, our Government Banking staff would be available via telephone (from 7:30 AM to 4:30 PM EST – Monday - Friday) to respond to the City's questions and to assist with any issues that might arise. If the City personnel obtain voice mail when calling, we guarantee a return phone call the same day to provide resolution or to give you an update on the status of the issue.

SECTION 3-SERVICES REQUESTED REQUIREMENTS

BASIC INFORMATION

The City of Brighton currently has one local depository account. Finance staff takes daily deposits (cash and checks) to a local bank branch for processing normally using drive up windows and walk in branch offices. Nightly drop box deposits are made on occasion. Duplicate deposit tickets are received by the Assistant Finance Director. Currently approximately 1,400 accounts payable checks are issued yearly with positive pay and the frequency is bi-weekly. ACH payments are also used with approximately 700 payments made yearly. Payroll is issued bi-weekly through ADP and Employees Flexible Spending account receives a deposit transfer for every payroll and approximately 3 or more payments to employees for each month. The payroll savings account receives one interest credit per month and normally a monthly wire deposit from a maturing certificate of deposit from a banking institution. See Exhibit D.

A. INTEREST/NON-INTEREST BEARING ACCOUNTS, INCLUDING CHECKING, SAVINGS, MONEY MARKET, SWEEP, ETC.

The City of Brighton currently maintains several checking, savings and money market accounts. It is our intent to maximize our earning potential, while keeping costs down. Please provide a description of accounts offered by your financial institution, the costs for each account and any interest rate earned on each account.

Please refer to Section 1 - "Summary of Accounts and Services" for details on the accounts and interest rates offered by Flagstar. Additionally, see Section 4 – "Exhibits" for historical interest rates.

Please include any costs or fees associated with the services described in this Section in the attached proposed fee structure.

Refer to Section 3 – "Pricing Proposal" for fees related to all accounts proposed.

B. BRANCH DEPOSITS - See Exhibit E with the 2 highest and 2 lowest months' deposit activity.

1. What is the cut-off time to ensure same-day ledger credit?

Flagstar's banking center lobby locations are open during the hours referenced above in this response. In order to provide banking center personnel the opportunity to verify deposits and provide ledger credit, we would request that the City deliver the deposits to the banking center by 4:00 PM on a business day. A deposit delivered prior to that time will be counted and ledger credit will be made to the account that same business day. For deposits delivered after 4:00, we will make every attempt to verify the deposits that same day (if time permits), or the deposit may be held in our vault until the next business day to be verified and credited. If the night depository is used, verification and ledger credit will be completed on the next business day.

A business day is defined as any day of the week except Saturday, Sunday, and federal or banking holidays.

2. What types of bags do you allow/require?

If the deposit is dropped off for processing later in the day, or dropped in the night depository, Flagstar will accept any type of tamper-resistant, disposable plastic bags used by the City or will accept the deposits in a locked canvas bag (assuming we have a duplicate key to open the bag). Deposits verified in the presence of City personnel do not require special bagging.

- Do you provide these bags?

Flagstar Bank can work with the City to order any required bags. The cost of these bags would be the responsibility of the City. Additionally, it is acceptable to use any current plastic bag stock the City may have.

- Do you charge for these bags?

Yes, there is a fee for these bags depending on style and number ordered. The charge for these bags would be assessed to the City. The City is welcome to use Flagstar's vendor or its own vendor for these supplies. However, as previously stated, Flagstar is offering to reimburse the City up to \$200.00 for the initial implementation supplies which would include depository bags.

3. Are deposit slips and or checks provided?

Checks, deposit tickets, and endorsement stamps would need to be ordered. Our supplier can contact the appropriate City individual to initiate the order or the City is welcome to use its own local supplier if desired. After the initial reimbursement of \$200.00, ongoing cost of these supplies would be the responsibility of the City.

4. How do you determine and calculate availability of deposited items?

Availability is based on the bank on which the deposited item is drawn. Generally, on-us items (Flagstar checks) are available same-day as deposited and all remaining deposited checks are available one-day after deposit.

- How often are they updated?
- Do you use a standard schedule?
- Do you use an accelerated schedule?

Flagstar Bank uses a zero and one day standard availability schedule. Our availability on items is reviewed annually, adjusted when required, and communicated to our clients if any changes are made.

5. Provide your bank's availability schedule.

The following is our Funds Availability Schedule for Government Banking clients.

DEPOSIT TYPE	FUNDS AVAILABLE
<ul style="list-style-type: none">• Cash• Incoming wire transfers• Incoming ACH credits• On-us checks	Same business day
<ul style="list-style-type: none">• US treasury checks• Local checks• Postal money orders• Bank and official checks (cashier, teller, certified)• Travelers checks• State and local government checks• Flagstar bank ATM deposits	Next business day

Deposit of Funds

Funds deposited will receive same day ledger credit. Interest is earned when funds become available according to the schedule referenced above.

Please indicate any costs or fees associated with the services described in this section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to the above services.

C. ACCOUNT RECONCILIATION SERVICES

1. Provide a brief description of each account reconciliation service that the bank offers. Please provide sample reports.

Flagstar Bank offers various services to assist the City to streamline its reconciliation process. These services include Check Issue Account Reconciliation – both full reconciliation and partial reconciliation – and Deposit Reconciliation for deposit tracking. Below in this section is additional information about these services.

2. Describe the product features including but not limited to:

- File Transmission Time Windows

Check issue files are accepted through Business Online Banking throughout the day.

- File Layout

Issue files are uploaded through Business Online Banking in one of the following file formats:

- MICASH Fixed Column Length (AKA Proprietary ARP File Format)
- ASCII Text, Comma Delimited
- ASCII Text, Fixed Column Length

- Imaging Capabilities for checks

Check images, both front and back of cleared checks, are available (via online banking) for 180 days after they have cleared. If a check copy is needed after 180 days, users may request a copy under the Online Services hyperlink. Additionally, check images are available via CD-Rom.

- Reporting Capabilities- Paper vs. Electronic vs. Internet

All reconciliation reports are available through Business Online Banking. These reports can be printed as needed.

- Technical Capabilities

The technical requirements for our Reconciliation Services are Internet access and the ability for the City to create issue files in one of the above referenced formats.

- System Requirements

The technical requirements for our Reconciliation Services are Internet access and the ability for the City to create issue files in one of the above referenced formats.

Check Issued Account Reconciliation

Flagstar Bank's Check Issued Account Reconciliation services will assist the City in eliminating the time-consuming efforts necessary to manually balance their accounts. The Bank provides the information to facilitate locating a specific check when performing research, to identify misposts, or to reduce the City's office clerical errors when balancing paid and outstanding checks.

This service will allow the City to:

- Gain office efficiencies by significantly reducing the time and manpower spent reconciling accounts.
- Improve control of paid and outstanding items by eliminating data entry of reconciliation information.

- Reduce check storage costs by taking advantage of the Bank's check retention (safekeeping) alternative through CD-ROM check imaging capability.
- Strengthen the internal account controls with segregation of accounting duties.

Flagstar Bank's Full Reconciliation service provides all information relating to paid as well as outstanding checks. Our Positive Pay Service may be used in conjunction with the Full Reconciliation Service, if required.

To use this service, the City would provide the Bank with a check issuance file prior to or concurrent with the release of any checks. The check issuance file would need to include account and serial numbers, amount, and date for each check, and would be uploaded through the Business Online Banking system. In addition, the payee name may also be included. This will provide an extra level of security.

As checks are presented to the Bank for clearing, the MICR line information (and payee name, if provided) is compared to the issue file information provided by the City. Any unmatched items are analyzed by the Bank to identify the cause of the mismatch or reject. At the end of the City's DDA statement cycle, reconciliation reports are generated that would provide the City with items that have been paid and are still outstanding.

The Bank offers several standard reports with some typical ones described below:

- **Check Report** – summarizes all paid and issue records including cancelled issues and stop payments.
- **Check Reconciliation Report** – details the status of each check as either paid or outstanding. Also lists checks voided during the current period, as well as checks on which a Stop Payment has been placed either in the current statement period or during a previous statement.
- **Outstanding Checks Report** – depicts the settlement of the checks outstanding total between the current and previous reconciliations.
- **Check Exceptions Report** – provides a list of items that fall outside of pre-defined parameters (established by the City) such as check serial number, paid date, dollar amount, etc.

Flagstar Bank's Partial Reconciliation service provides a listing of all paid checks during the reconciliation period. The listing identifies all paid items in serial number order, along with the dollar amount and date paid.

To use this service, the City would maintain its own check issuance file and the Bank would send the City a file of all paid check items. The City would use this information to perform internal account reconciliation.

Deposit Reconciliation Service

Flagstar Bank's Deposit Account Reconciliation service provides the City with the ability to use our Business Online Banking Service to inquire and sort deposits by location to assist with reconciliation. Additionally, a hard copy report is available.

Please refer to Section 4 – “Exhibits” for sample Account Reconciliation reports.

Please indicate any costs or fees associated with the services described in this section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to our Account Reconciliation Services.

D. POSITIVE PAY

1. Provide a brief description of each positive pay service that the bank offers. Please provide sample reports.

Flagstar Bank's Positive Pay Service is the most effective method available to protect against financial loss associated with check fraud. It is an enhanced web-based account reconciliation service that will assist the City in improving controls, detecting check fraud, and expediting the reconciliation process. The Bank offers several Positive Pay service options to meet the City's specific requirements.

The service automatically matches each check presented for payment to a file of the City checks issued. Exception items are made available through the Business Online Banking service, our innovative reporting and transaction initiation system. The City can decide whether to pay or decline a suspect check.

2. Describe the products features including but not limited to:

- Data Transmission Methods

Check issue files are accepted through our Business Online Banking system.

- File Transmission Time Windows

Check issue files are accepted through Business Online Banking throughout the day.

- Notification Report Delivery Methods

The City would be notified daily by 7:00 a.m. of any checks requiring review and decisioning. The City would need to advise us of a pay or no-pay decision by 2:00 p.m. Notification and decisioning would be handled via Business Online Banking.

- Notification Transmission Time Windows/Response Deadlines

The City would be notified daily by 7:00 a.m. of any checks requiring review and decisioning. The City would need to advise us of a pay or no-pay decision by 2:00 p.m. Notification and decisioning would be handled via Business Online Banking.

- Control Options-Default, Dollar Threshold, etc.

Default option is to return items if decisioning is not completed.

- Imaging Capabilities

Check images, both front and back of suspect checks are available via Business Online Banking when making your pay or no pay decision.

- Technical Capabilities-Internet

The technical requirements for our Positive Pay Service are Internet access and the ability for the City to create issue files in one of the formats referenced in the Account Reconciliation section above in this response.

- System Requirements

The technical requirements for our Positive Pay Service are Internet access and the ability for the City to create issue files in one of the formats referenced in the Account Reconciliation section above in this response.

HOW POSITIVE PAY WORKS

To use this service, the City would provide the Bank with a check issuance file prior to or concurrent with the release of any checks. The check issuance file would need to include account and serial numbers, amount, and date for each check, and would be uploaded through the Business Online Banking system. Payee name may also be included in the file.

The City will access their Positive Pay information real-time via the Business Online Banking Positive Pay module for any unmatched checks to determine the appropriate course of action. Through sophisticated check viewing capability, the City will be able to view images of checks including the ability to view the front and back of checks with special magnification features and export options. The City may instruct the Bank, via Business Online Banking, to pay the item or return it unpaid, or may have standing instructions to automatically return all unmatched items. If no decision is input, items will be automatically returned unpaid.

Decision/Action Options

Standard options for the disposition of unmatched items (e.g. “exceptions”) include instructions to pay or return. The decision to return unpaid is generally the result of the determination that the City had not properly issued the check. The decision to pay is generally the result of the determination that the check was properly issued, but excluded from the check issuance file. The latter situation may occur in cases where manual checks are issued (perhaps as replacements for lost checks) without being added to the check issuance file.

The Bank provides the Positive Pay exceptions each day by 7:00 AM (ET) and the City’s deadline for submitting the decisions would be 2:00 PM (ET).

Flagstar recommends the City continue use of Positive Pay to reduce the possibility of check fraud.

Please refer to Section 4 – “Exhibits” for sample Positive Pay reports.

Please include any costs or fees associated with the services described in this Section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to Positive Pay.

E. INFORMATION REPORTING SERVICES

1. Provide a brief description of the information reporting services that the bank offers. Please provide sample reports.

Flagstar Bank’s Business Online Banking is a web-based treasury management solution that provides all the features required to support the City - including fraud protection, administration tools, a variety of data export capabilities, and a full range of information reporting and transaction initiation services. It represents the latest in state-of-the art technology and complies with all Federal Financial Institutions Examination Council (FFIEC) regulations.

Home Page Features:

- Secure Messaging – allows the City to securely communicate directly to Flagstar.
- Bank Messages – displays important messages and information from the Bank.
- System Notices – allows the City to view events that occurred or important system notifications that require attention.
- Deposit Accounts – allows the City to view account information and balances.
- Favorite Reports – allows the City quick access to reports most frequently used.

Business Online Banking-Home Page Illustration



Welcome to Business Online Banking

Log In: April 30, 2012 10:00 PM [Dashboard Preferences](#)

Secure Messaging
1 new messages
[View](#) [Compose](#)

Bank Messages
Business Online Banking Reference Guide
Business Online Banking will be unavailable beginning at 11 pm on Saturday until Sunday at 3 am for scheduled system maintenance.

System Notices
Transfers have a pending approval status and require approval before further processing can occur.

Deposit Accounts [Edit](#) [X](#)

Account Name	Account Number	Account Group	Current Balance	Available Balance	As of Date Time
Payables Account	1006022552	Payables Accounts	\$4,816.22	\$3,416.22	10:06:39 AM EDT on 05/01/2012
Payroll Account	1006022553	Payables Accounts	\$30,145.67	\$30,145.67	10:06:39 AM EDT on 05/01/2012
Total Balance			\$34,961.89	\$33,561.89	

Favorite Reports [Edit](#) [X](#)

Report Name	Report Description	Report Type
ACH Current Pay	Current Day ACH Detail Report	CurrentDay
Loan Account Summary	Previous Day Loan Report	PreviousDay

2. Describe the products features including but not limited to:

- Applications/Modules available within the service

Business Online Banking modules include the following:

- **Reporting**— The Information Reporting feature supports current day, prior day and real-time balance and transaction reporting. It produces reports in transaction list format showing detailed activity for one or more selected accounts. All reports are exportable as needed.
- **Transaction Search**— Transaction Search provides the ability to search by transaction type, account number, date, dollar amount, and reference number.
- **Deposit Inquiry**— Deposit Inquiry feature allows for the ability to inquire upon deposits. It allows the City to search for a deposited item and view a scanned image of the deposit ticket and associated deposited items.

- **Stops and Inquiries**– Stops and Inquiries feature offers the City the ability to inquire upon paid checks. It allows the City to search for a check that meets certain criteria, view an optically scanned check image, and verify the authenticity of a check’s amount, date, and signature, etc. It also allows the City to issue real-time stop payment instructions as well as cancel stop payment requests to the Bank.
- **Book Transfers**– Transfers feature allows for the real-time transfer of available funds between two City Flagstar accounts, providing immediate availability of funds in the receiving account and an immediate debit to the sending account.
- **Wire Transfers**– Wire Transfers feature allows for the initiation of funds transfers via Domestic Fed Wire, International Fed Wire, and Foreign Currency Wire. Security is provided within this module through the use of dual control procedures and a physical authentication device.
- **ACH Payments**– ACH Payments feature contains over 140 ACH payment types such as payroll services, cash concentration and disbursement, vendor payments, consumer debits and credits, and all City, State, and Federal tax payments. Security is provided within this module through the use of dual control procedures and a physical authentication device.
- **Positive Pay**– Positive Pay feature helps prevent check fraud by verifying the check number, dollar amount and payee of checks presented for payment. After assessing the discrepancies between the check and what was presented, the City will have the ability to pay the check or have it returned.
- **Online Statements**– Online Statements feature provides the ability to view and print statements.
- **Audit Reporting**– Audit Report feature provides the ability for the City to monitor system access of all employees. Audit reports provide two levels of information:
 - Users that have accessed the system or have attempted to access the system.
 - Various functions the user has performed including date and timestamps of their activity.
- **Alerts**– Alerts feature provides proactive event reporting as follows:
 - Account Alerts – balance threshold, check cleared, transaction cleared
 - ACH Alerts – payment approval
 - Wire Alerts – transaction approval, incoming wire
 - Positive Pay Alerts – check exceptions available for review
- Hours of Access/Time Windows

With the exception of occasional overnight or weekend maintenance, Business Online Banking is accessible 24 hours a day, 7 days a week – including holidays.

- Level of detail provided for prior day and for intraday information

For deposits, we include basic deposit information (i.e. deposit date and amount) as well as location information that may be encoded on the deposit ticket. Information is available for prior-day transaction activity.

For checks, we include the check number and dollar amount, as well as an image of the front and back of the item. Information is available for prior-day transaction activity. For ACH debits and credits, we include addenda information that is sent by the initiating bank. Information is available for both current and prior day activity.

For Wire Transfers, we include a reference number, and any additional information that is sent with the wire. Information is available for both current and prior day activity.

- History Retention

➤ Previous Day Reporting	180 Days
➤ Current Day Reporting	7 Days
➤ Special Reports	180 Days
➤ ACH History	180 Days
➤ Wire Activity Reporting	10 Days
➤ Wire History	180 Days
➤ Audit Data	180 Days
➤ Paid Check and Deposit Images	180 Days
➤ Account Transfers	180 Days
➤ Stop Payments	180 Days
➤ Transaction History	180 Days
➤ Online Statements	24 Months

- Export Capabilities

Transaction information can be sorted and exported into an Excel spreadsheet.

- Internal Control Options/Security Features

Flagstar Bank provides an added layer of security as part of the release function through an authentication device. This authentication device is a PIN-based token and is separate and apart from any user passwords already established. The token will display a one-time pass-code that must be entered to finalize the release of an ACH transaction or Wire Transfer to the Bank.

Please refer to Section 5 – Wires for the Security Token Illustration

- Imaging Capabilities

Business Online Banking provides images of Paid Check and Deposit Images, as well as Positive Pay exception items.

- Technical Capabilities

Business Online Banking provides a single point of access for all City banking functions, from account information, and stop payments to payment initiation and fraud prevention. Internet access is all that is required to support the system.

- Reporting-Paper vs. Electronic vs. Internet

All reports are available through Business Online Banking. These reports can be printed as needed.

- System Requirements

The only requirement is a computer with the latest Internet browser.

We recommend that the City use our Business Online Banking Service to monitor account balances and transactions daily, to initiate any required ACH payments, wires and book transfers, and to place stop payments as required.

Please refer to Section 3 – “Pricing Proposal” for fees related to Flagstar’s Business Online Banking Service.

Please refer Section 4 “Exhibits” for additional Business Online Banking product information, and sample reports and screen shots.

3. RETURNED ITEMS

- a. Describe your procedure for handling non-sufficient fund checks deposited into a City of Brighton account.

Flagstar Bank utilizes the Federal Reserve Image Returns Service for expedient delivery of returned deposited items. In lieu of receiving a mailed paper check image replacement document we receive an image-enabled file of returned deposited items—this allows Flagstar to notify our customers of returned items significantly sooner than banks not using an image-enabled service.

Upon service implementation, the City will have the option of directing the Bank to represent returned deposit items for a second presentment or mailing those items back to the City for collection. If the second presentment option is selected, Flagstar will immediately represent the returned item for payment.

Notification of returned deposited items will happen each business day as returns are presented to Flagstar. Options for notification include either a secure email or a fax notification. Both email or fax reports include a list of the returned items, the presented and returned dates, as well as the return reason and an accompanying image of each item.

b. Can return items be automatically re-deposited? If so, how many times?

Upon service implementation, the City will have the option of directing the Bank to represent returned deposit items for a second presentment or mailing those items back to the City for collection. If the second presentment option is selected, Flagstar will immediately represent the returned item for payment.

Please refer to Section 3 – “Pricing Proposal” for fees related to Returned Deposited Items.

4. STOP PAYMENTS

a. Can stop payments be placed manually? On-line?

Flagstar Bank offers online entry or removal of stop payments through the Business Online Banking Stop Payment module. All stop payment instructions are processed in real-time including the confirmations which serve as the City’s acknowledgements. All stop payment fees will be listed on the respective account analysis statement and will then be assessed to the general fund account monthly.

Stop payment placement is also available through our Government Banking Department. However, since on-line placement is real-time and costs less to the City, we recommend the City input stop payments via our Business Online Banking Service.

b. Can the period be extended?

For an added fee, the Stop Payment may be extended for an additional 6-month period at the request of the City.

c. Can you request stop payments for a range of checks? What is the limit of the range?

The Stop Payment Module in Business Online Banking provides the following entry options with instructions being in effect for 180 days:

- Single Stop placement
- Range Stop placement – entry of up to 300 checks in the range
- Multi-Entry Stop placement – entry of multiple stops (20) from a single screen with the option to create unlimited entry screens.

Please refer to Section 3 – “Pricing Proposal” for fees related to Stop Payments.

5. WIRES

a. What methods of initiation does the bank offer? Is there opportunity for the treasurer to wire transfers on line?

Flagstar Bank offers three options for the initiation of wire transfers: Business Online Banking, Wire Transfer Telephone Service, or direct call to the Government Banking Group. Flagstar recommends initiating wire transfers through Business Online Banking. This would provide the City with the easiest and lowest cost method for handling these transfers.

The Wire Transfer module provides the ability to initiate domestic, repetitive, and semi-repetitive wire transfers in a straight-through processing environment. No manual processing is required upon delivery of the wire to the Bank's internal Wire Department. This module allows disbursement and collection of funds quickly, securely, and under the City's complete control.

b. What are the opening hours and the cut-off times in Eastern Standard Time for initiating wire transfers to ensure same-day execution?

Wire Transfers may be initiated via our Business Online Banking service or via telephone. Wire transfers must be initiated on-line between 8:00 AM and 5:00 PM (ET) to ensure same-day execution (2:00 deadline for phone-in wires).

c. What is the cut-off time for incoming domestic wire transfers to receive same day credit?

The posted cut-off time to receive same-day credit is 5:00 PM (ET).

d. Does the bank's wire transfer system have the capability of warehousing instructions for future dated wire transactions?

Wire transfers may be entered and verified in the system to initiate same-day or future dated wires up to 5 days in advance.

e. Does your bank have the capability to require different levels of requestor/approval for wires and/or ACH payments?

Release Security for ACH and Wire Transfers

Prior to releasing ACH transaction files or Wire Transfers, secondary authorization is required. Authorized individuals designated by the City will be able to review the details of the transaction before approving it. Additionally, Flagstar provides an added layer of security as part of the release function through an authentication device. This authentication device is a PIN-based token and is separate and apart from any user passwords already established. The token will display a one-time pass-code that must be entered to finalize the release of the ACH transaction or Wire Transfer to the Bank.

Flagstar Security Token Illustration



Wire Transaction Search Illustration



[Wire Transaction Search](#) | [Wire Activity Report](#) | [New Wire Activity Report](#)



Wire Transaction Search

- Home
- Balances
- Transfers
- Reporting
- Stops and Inquiries
- Positive Pay
- Online Statements
- ACH Payments
- Wire Transfers
- Wire Activity
- Remote Deposit
- Bill Payment
- Setup

Search Criteria

Report Type: Summary Detail Mark Wire(s) Viewed:

Sort Field(s): Choose Sort Field

Transaction Type: All Transaction Types

From Date:

To Date:

Account Number: All Accounts

From Amount:

To Amount:

Host Reference Number:

Wire Activity Report Illustration

Bank Ref. #	Amount (Debit)/Credit	Originator	Beneficiary
102003565389	\$100,000.00	Jonesport, Inc.	JSmith
102009175946	(\$200.00)	JSmith	Buckbeek LLC
102009181003	\$50,000.00	New Ion	JSmith
102009182030	(\$100.00)	JSmith	Ficachu Investments
102009182873	\$1,000.00	BB Machine	JSmith
102009182035	(\$500.00)	JSmith	Woody Investments
102009182051	(\$8,000.00)	JSmith	Woody Investments

Bank Ref. #	Amount (Debit)/Credit	Originator	Beneficiary
102009180994	600.00	Sprockets R Us	JSmith
102009181068	1000.00	New Century, Inc.	JSmith
102009182031	400.00	Anderson Industries	JSmith
102009181016	(\$300.00)	JSmith	Ficachu Investments
102009182023	(\$400.00)	JSmith	Buckbeek LLC
102009182045	(\$600.00)	JSmith	Woody Investments

Grand Totals			
Account	Total Debit Amount	Total Credit Amount	Total Items
00111118/2807502	\$8,000.00	\$151,000.00	7
00111118/1796421	\$1,300.00	\$2,000.00	4
AIA	Total Debit Amount	Total Credit Amount	Total Items
00111118	\$9,300.00	\$153,000.00	13

6. Does your banking institution require the use of secure e-mail? If so what type of encryption is used?
Example: ZixMessage Center?

Flagstar currently utilizes and recommends Symantec Web Email Protection.

Please refer to Section 4 – “Exhibits” of this proposal for Wire Transfer product information.

Please include any costs of fees associated with the services described in this Section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to Wire Transfers.

F. CHECK IMAGING WITH 2 YEAR HISTORY CAPABILITY

The City of Brighton needs the ability to access paid checks for a minimum of 2 years. Please provide a detailed explanation of how your financial institution could accommodate these requirements.

Check images are available on Business Online Banking for 180 days. After that time, checks can be obtained by contacting our Government Banking Group directly.

Additionally, Flagstar Bank offers our clients a monthly CD-ROM service containing images of paid checks and account statements. The Check Image Viewer service from Flagstar Bank is a quick and convenient way to search, sort and store images of your company’s paid checks. This service will eliminate the delay in obtaining copies of older items from the bank. This service stores over 25,000 images and provides the following benefits:

- **Reduces check storage costs**
- **Improves research capabilities**
- **Enhances customer services**

Eliminate Check Storage

Reduce the costs associated with storing and sorting through paid checks and retain critical payment data for backup and disaster recovery. All you need is a computer, a CD-Rom drive, and a CD provided by Flagstar that matches your statement cycle.

Simplify Image Access

Check Image Viewer is accessible by multiple users from any PC or company network. Users save valuable time by searching and retrieving multiple check images in seconds. Images can be printed, faxed, or exported into multiple formats.

Please refer to Section 4 - “Exhibits” for additional Check Image Viewer Product Information.

Please include any costs of fees associated with the services described in this Section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to CD Rom Imaging.

G. ACH PROCESSING DEBIT AND CREDIT

The City of Brighton uses ACH processing for paying many of its vendors and has 700 payments yearly. Currently, the City of Brighton uploads a file bi-weekly to submit these payments via a web based product with dual control. Additionally, Payroll is issued bi-weekly through ADP and Employees Flexible Spending account receives a deposit transfer for every payroll and approximately 3 or more payments to employees each month. The City of Brighton receives numerous payments from the State of Michigan and the Federal Government via ACH Deposit.

1. Describe the service delivery method (direct transmission, PC-based system, web based) that you recommend based upon the information outlined for our organization.

City of Brighton would use Flagstar's Business Online Banking system to initiate the required ACH vendor payments and automatic debits for tax and water payments. These payments can be uploaded or manually input into the system. In order to ensure timely processing, files need to be submitted to Flagstar Bank at least 2 days prior to settlement date but can be future dated up to 30 days in advance.

Our Business Online Banking system offers over 140 ACH applications including direct debit and vendor payments. Full ACH transaction template maintenance is included and the module contains summary screens for quick dollar amount updates.

ADP payroll debits, employee flexible spending transfers, and State of Michigan and Federal Government payments can all be accepted into the City's designated checking account.

2. Describe the products features including but not limited to:

- Transmission procedures

NACHA formatted files would be sent directly from the City's software to Flagstar Bank using an upload through Business Online Banking or the City can input payments directly into our system.

- Transmission time windows/ACH hours of operation

ACH transaction files are accepted throughout the day; however, the system automatically pulls files for processing (via File Mover) weekdays at 12:00 PM (EST) and 6:00 p.m. (EST). In order to meet these processing windows, files must be received by 11:30 AM (EST) and 5:30 PM (EST) respectively.

- Process for reversing/deleting files

Our Implementation Services group can assist the City with ACH reversals or deletions.

- Electronic reporting capabilities

ACH activity reports are available through Business Online Banking.

- Security features

Prior to releasing ACH transaction files, secondary authorization is required. Authorized individuals designated by the City will be able to review the details of the transaction before approving it. Additionally, Flagstar provides an added layer of security as part of the release function through an authentication device. This authentication device is a PIN-based token and is separate and apart from any user passwords already established. The token will display a one-time pass-code that must be entered to finalize the release of the ACH transaction to the Bank.

- System requirements

System requirements include Internet access and the ability for the City's software to create a standard NACHA formatted ACH file.

Available features within the ACH module include:

➤ **Data Import** – Data Import is a service that can be used in conjunction with ACH Origination feature. Data Import has several purposes. It is designed to allow City of Brighton to import data from external accounting software, spreadsheet, or other packages into Business Online Banking ACH databases without having to re-key the data. For example, National Automated Clearing House Association (NACHA) files or other flat text files created by third-party software can be imported into Business Online Banking databases to be used on a recurring basis. City of Brighton can import data and create a new database in a single step. City personnel can also update variable information (such as dollar amounts for payables entries) in an existing database on a regular basis.

➤ **Validator** – Like Data Import, Validator provides a means of delivering a NACHA file to Flagstar via Business Online Banking. Unlike Data Import, however, Validator would allow City of Brighton to bypass database entry in Business Online Banking. The validation process provides a mechanism to ensure that a NACHA file is created and packaged correctly to the Bank's processing requirements and to allow City of Brighton to view and release batches. Validator requires that all batches in the imported file be for the same application (payment type) and effective date. Validator is used as a pass-through mechanism to process ACH files already in NACHA format.

Release Security for ACH Transfers

Prior to releasing ACH transaction files or Wire Transfers, secondary authorization is required. Authorized individuals designated by the City will be able to review the details of the transaction before approving it. Additionally, Flagstar provides an added layer of security as part of the release function through an authentication device. This authentication device is a PIN-based token and is separate and apart from any user passwords already established. The token will display a one-time pass-code that must be entered to finalize the release of the ACH transaction to the Bank.

Please include any costs or fees associated with the services described in this Section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to ACH processing.

H. ACH DEBIT BLOCK

The City of Brighton uses debit block to prevent unauthorized persons or companies from electronically debiting our bank account. We have established a list of vendors that have our authorization to debit our bank account for their payments.

1. Describe how your financial institution would handle this feature for our organization.

Flagstar Bank offers the ACH Debit Block Service which provides the City with protection against unauthorized ACH debit and/or credit activity.

If the City uses the full block service, Flagstar would ensure no ACH transactions are withdrawn or deposited to/from the specified account(s). Or the City can authorize ACH credit activity to be deposited to the account(s) but block ACH debits from being negotiated.

Since the City uses the partial block service, the City would provide Flagstar with a list of authorized debtors and maximum debit limits. Flagstar would automatically return any ACH debit transactions that do not meet the City’s specified authorizations.

We would recommend the continued use of the ACH Block Service on all checking accounts. This service will protect City accounts from fraudulent ACH transactions.

Please include any costs or fees associated with the services described in this Section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to ACH Debit Block Services.

I. LOCKBOX SERVICES

The City of Brighton currently uses a third party service, Alliance Payment Solutions, to image bills and coupons, process checks, make deposits and provide courier service. We are satisfied with this arrangement at this time and are not bidding this work. The electronic file for the Collection of Utility Bills (issued Bi-monthly) and Tax Bills (issued twice a year) is e-mailed to the City. A cash letter or deposit option for those funds to get into our account is needed. Can you provide this option to us?

Please include any costs or fees associated with the services described in this Section in the attached proposed fee structure.

In order to create the requested cash letter, Flagstar Bank would first need to complete an Information Security Review on Alliance Payment Solutions. This is required of all partner companies of Flagstar. The review would include an IT audit and security overview, an analysis of the company’s financial statements and various other processes. If the review is satisfactory, we will begin implementation of the cash letter service at that time. Assuming both parties communicate promptly and consistently, we would anticipate set up of the cash

letter to take approximately 2 months. This would allow us to meet the City's expected July 2014 implementation date.

J. FINANCING SERVICES

Please explain what services are available.

Recently, Flagstar Bank has started bidding on Installment Purchase Contracts and other required borrowing needs of our government clients. Decisions on responding and pricing for an RFP are based on the client's relationship with Flagstar. We would be happy to further discuss the needs of City of Brighton.

Please indicate any costs or fees associated with the services described in this section in the attached proposed fee structure.

Pricing for financing is determined based on the market and the client relationship at the time of financing.

K. PURCHASING CARD PROGRAM

Currently the City uses 27 purchasing cards in the Department of Public Services, Police, Finance, Community Development, City Clerk, and City Manager's office. The annual amount of purchases is \$635,000 annually with the intent of increasing this amount.

Please explain what services are available.

The Elan OneCard

Flagstar Bank offers a Procurement Card through our partner Elan Financial Services (Elan). The Purchasing Cards (Procurement Cards) have no annual fees and no minimum charge volume requirements.

The ability to control spending effectively is a critical component of any procurement card program. Transaction spend limits and monthly spend limits are the most popular procurement card controls employed.

To maximize the effectiveness of City of Brighton's Corporate Purchasing Card Program, Elan offers unique control features that may be applied at the Cardmember, cost center, and corporate levels. These help to streamline the approval process and prevent unauthorized spending at point-of-sale.

All the controls can be customized as necessary to meet City of Brighton's needs. During implementation, Elan will work with the City to determine the appropriate combination of controls necessary to maximize the effectiveness of your Corporate Purchasing Card program.

As a Corporate Travel & Entertainment Card

The Élan One Card solution provides a comprehensive, simplified way to monitor and control corporate travel and entertainment (T&E) expenses. Our card solution offers extensive reporting functions that can yield valuable information to help monitor T&E spending as well as aid in vendor negotiations. If you choose to use the one card as only a corporate travel card, we will use merchant category code blocking to prohibit or limit charges in non-travel categories.

As a Purchasing Card—Purchasing Function Account

The Élan One Card streamlines the purchasing process and empowers your supply-chain management strategies. By using the card to place orders, the costs associated with processing requisitions, purchase orders and check requests are reduced by \$50 to \$125 per transaction. The program simplifies and enhances all aspects of the purchasing process, including policy compliance, vendor negotiations, transaction monitoring, security, reporting and payment. If you choose to use the one card as only a purchasing card, we will use merchant category code blocking to prohibit charges in travel categories and set spending limits according to your requirements. This is called a Purchasing Function account.

Features and Functionality of Our Solution

One Card That Controls Spending

The one card provides all of the management and administrative tools you need to control spending throughout your organization. Unlike personal charge cards, the Élan One Card lets you prevent certain expenditures. Flexible authorization system controls at the cardholder level ensure the program is only used for specific categories of merchandise and types of suppliers. You can also define credit limits on an individual basis. With the one card, you can implement account allocation models and decide whether or not to block cash advances.

One Card That Reduces Costs and Frees Up Resources

Élan supports the one card program through an advanced customer call center and coordinated efforts around the country. Whether its management, technical support or day-to-day maintenance, our experienced personnel help you and your employees manage and reduce costs. With money- and time-saving tools for travel, entertainment or purchasing expenses, the one card gives you the ultimate power to make qualified decisions and improve the bottom line. In addition, electronic access tools such as Access Online enable organizations to reduce paperwork by transferring program management tasks (account setup and maintenance, reports and expense reporting) to an electronic environment.

Please indicate any costs or fees associated with the services described in this section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to Purchasing Card.

L. PROPERTY TAX PAYMENTS AT LOCAL BRANCHES

The City of Brighton currently has arrangements with several financial institutions to allow our taxpayers to go into the local bank branch and pay their current property taxes. The payment is deposited into the City of Brighton account and a deposit ticket with the payment coupon is provided to the City of Brighton for proper payment application. Can you provide this option to us?

Flagstar Bank offers to provide the City's residents with the ability to pay their tax payments at our local Brighton Banking Center. We will only accept current tax payments for the full amount owing.

The process would work in the following manner. During implementation, Flagstar would establish tax period dates with the City. Several weeks prior to the beginning of each tax season, we will send an e-mail to the City asking to confirm the tax period collection dates and the color of the current tax bill. We then notify the Brighton Banking Center of this information to ensure taxes are collected appropriately. A notice will be posted in the banking center referencing that we are accepting the City's tax payments.

We will accept payment via cash or check. If there is an issue with a check being returned for any reason, we will notify the City and require the City's repayment for that check. The banking center representative will retain the appropriate portion of the tax bill for the City and will mark the taxpayers copy paid and return it to the tax payer. The City's account will then be credited for the amount of the tax payments made and the advice of credit along with the appropriate tax payment copy will be sent to the City via regular mail or held for pick-up. We will also complete a log of payments in case of any issues.

Please include any costs or fees associated with the services described in this Section in the attached proposed fee structure.

There is no additional cost to the City for this service.

M. INVESTMENT SERVICES

BASIC INFORMATION

The City of Brighton is permitted by law and Board policy to invest surplus funds in accordance with Public Act 20 of 1943, as amended. The City's Investment Policy is attached as **Exhibit A**. Some of our investments include certificates of deposit and money market fund investments. Currently these certificate of deposit investments in the amount of 3.2 million are handled in house are not included in the balance profile of the Request for Proposal although we would like to know what your institution has available.

- Please describe the investment options your bank can offer to the City of Brighton. Would the City be able to see interest rates on monthly statements or on-line?

Flagstar Bank offers the following investments to our public sector clients. All investments shown are compliant with Michigan Act 20 PA 1943, as amended and are referenced in the City's investment policy.

First, we offer our Government Banking Savings–MAX Account. This account is a fully liquid savings account and is used by our clients for investment of excess funds. The interest rate is variable and is currently at 0.55% (APY) for balances over \$250,000. There are no fees associated with this account and the minimum opening deposit is \$500.00.

The Government Banking Savings–MAX Account may be used for most account transactions; although, check writing is not available. Unlimited deposits may be handled through this account; however, according to Federal regulations, you can make, or authorize us to make for you, up to six debit transactions (electronic, by phone, preauthorized, or conducted via computer instructions) during a monthly statement cycle. If during a monthly statement cycle the City exceeds this six withdrawal limit, a fee of \$10.00 per item (over the 6) will be assessed.

Additionally, Flagstar offers Certificates of Deposits (CD's) and CDARS® CD's. Our regular CD's can be purchased in terms ranging from 7 days to 60 months. Rates on our CD's are competitive and interest is calculated on a 360-day basis, ensuring maximum interest earnings for the City. CDARS® CD's are available in pre-established terms, and offer daily compounded interest calculated on a 365-day basis. CDARS® CD's offer full FDIC coverage on all invested funds.

Flagstar does not assess fees for incoming or outgoing wire transfers related to the purchase or redemption of our CD's and CDARS® investments or for transferring funds to and from our savings account. Investment transactions are handled via telephone call with our dedicated Government Banking Group and are based on authorities provided by the City.

Finally, Flagstar Bank offers our interest-bearing Government Banking Checking MAX Account with sweep functionality. When using the sweep function, all collected funds over/under the established target balance would sweep daily to/from a money market fund while still earning interest on any target and/or residual balance in the checking account. The money market fund is a diversified fund that is fully compliant with Public Act 20, as amended. Flagstar presently uses a Dreyfus Government Fund for sweep functionality. The fund only invests in treasuries and agencies, and repos backed by treasuries and agencies. The current rate on the fund is .01%, and has been .01% for the past twelve (12) months.

The sweep would function in the following manner. At implementation, a target balance would be set-up on the checking account. The target balance is chosen based on discussions between authorized personnel at Flagstar and City of Brighton, and is calculated based on average clearings on a given day. On a next business day basis, Flagstar Bank monitors the City's checking account. If there is an available balance in the account, in excess of the target, the excess funds transfer to the Money Market Fund. Conversely, if the account requires funds to re-establish the target balance or cover additional disbursements, funds are transferred from the Money Market Fund to the checking account.

Please refer Section 4 “Exhibits” for Government Banking Historical Rates on all of the above investment options.

- What safekeeping or custodial arrangements are available for investments purchased by the City of Brighton, either from the bank or from another provider?

All original Flagstar Certificates of Deposit are mailed to the City at account opening, therefore no safekeeping is required. With CDARS CD purchases, a paper certificate is not issued, but a detailed statement is sent to the City (via e-mail) the day after the order is placed. This question is not applicable for our Government Banking Savings and Checking accounts.

Flagstar does not offer commercial paper or treasury purchases, so no safekeeping functionality is required.

- What methods (telephone, computer, other) are available for the City of Brighton to communicate information regarding investment transactions to your bank?

To purchase or redeem a Certificate of Deposit or CDARS CD, City of Brighton would contact our Government Banking Group via telephone or e-mail. We initiate the purchase or redemption based on this verbal or written contact. We charge no fees for the incoming or outgoing funds to handle these transactions.

Investment in the Government Banking-MAX Savings Account or our Government Banking-MAX Checking Account can be handled by simply depositing the funds into the account.

- Does your bank offer automatic sweep of available balances into money market or other investments? Please describe. Please provide monthly average yields for the last twelve (12) months on the sweep vehicle recommended in this proposal.

Please refer to response above.

- How soon after a deposit is made to a checking account are funds swept to the investment vehicle? Describe this process in detail.

Please refer to response above.

- Please indicate any costs or fees associated with the services described in this Section in the attached proposed fee structure.

Please refer to Section 3 – “Pricing Proposal” for fees related to Investment Services.

SECTION 4 – OTHER AVAILABLE SERVICES

- For this section, please describe any products or services not specifically mentioned here, which your bank offers, and which you believe would be beneficial to the City of Brighton.
- Please indicate any costs or fees associated with the services described in this Section in the attached proposed fee structure.

Remote Deposit Capture

Flagstar Bank's web-based Remote Deposit Capture service enables the City to deposit checks from any location with a simple check scanner, desktop computer and internet connection. This service is available through our Business Online banking product. The service supports over 30 models of check scanners. Scanners would be purchased through Flagstar Bank. Credit for same-day deposit is available until 8:00 PM (EST) each business day with funds generally available the very next morning.

Item correction and image handling are processed using both Optical Character Recognition (OCR) as well as a check Magnetic Ink Character Recognition (MICR) reader to ensure maximum successful capture rates. This reduces the number of manual corrections as well as ensures maximum read rate accuracy; significantly eliminating the number of items that need to be corrected or deposited at a Bank branch.

Additional features available include the ability to scan and image non-payment documents, such as invoices or tax coupons, as well as check images. Payment data may then be downloaded into a pre-determined file format and loaded to an accounts receivable system for automated posting and reconciliation; eliminating the need to manually post these deposits. Check images and reports are available via the Remote Deposit system for 60 days, with additional images available through Business Online banking for 180 days.

Lastly, the service incorporates a fraud risk management system which enables the Bank to monitor deposit activity for suspicious items or behavior, providing the City an enhanced layer of fraud and error protection. This also enables us to identify items which may need correction or adjustment, allowing us to avoid lengthy adjustments or returns. The end result is the expediting the City's deposit and maximizing funds availability.

Please refer to Section 3 "Pricing Proposal" for fees related to Remote Deposit Capture Service.

Capture Paid Check Images on CD-ROM

Flagstar Bank offers our clients a monthly CD-ROM service containing images of paid checks and account statements. The Check Image Viewer service from Flagstar Bank is a quick and convenient way to search, sort and store images of your company's paid checks. This service will eliminate the need to physically store paper checks and significantly improve the check reconciliation process.

This service stores over 25,000 images and provides the following benefits:

- Reduces check storage costs
- Improves research capabilities
- Enhances customer services

Eliminate Check Storage

Reduce the costs associated with storing and sorting through paid checks and retain critical payment data for backup and disaster recovery. All you need is a computer, a CD-Rom drive, and a CD provided by Flagstar that matches your statement cycle.

Simplify Image Access

Check Image Viewer is accessible by multiple users from any PC or company network. Users save valuable time by searching and retrieving multiple check images in seconds. Images can be printed, faxed, or exported into multiple formats.

In addition, as needed, images of paid checks and deposit information are available for 6 months via Business Online Banking.

Please refer to Tab #3 "Pricing Proposal" for fees related to our CD-ROM imaging.

Please refer to Tab #4 for Check Image Viewer product information.

Visa Business Credit Card

Flagstar's Visa Business Credit Card is designed for City's seeking to manage payments and spend more efficiently. Card(s) can be issued to any authorized City personnel and used to make purchases at any location where VISA credit cards are accepted.

Cardholders are assigned their own card and may be set up with pre-established daily and monthly limits, based on information provided by the City. Enhanced on-line reporting will help assist City personnel to monitor account activity, document expenses, track purchases, and save time on accounting procedures. The City will receive central billing in one statement each month showing all charges at a single glance. Separate cardholder statements are also available. To ensure all the City needs are handled quickly and efficiently, a dedicated Business Account Representative is assigned as a single point-of-contact to assist with any questions you may have. The consolidated total of all charge card payments for the month will be automatically debited for the City checking account the following month. Since the balance is paid off monthly, there is no interest assessment for outstanding balances.

Additionally, the City has the option of participating in a free rewards program. Reward points from all City cards are pooled to one central account where the City can redeem them for brand name merchandise, gift cards, travel or even cash back.

With balances being paid off monthly, the Visa Business Credit Cards are issued at no cost to the City.

Flagstar@Work

Discover all the benefits of Flagstar@Work – a program that provides financial education and special opportunities to the City employees. The service is at no charge to the City and, best of all, there are no additional administrative tasks.

➤ **Attract a strong team**

Employees have access to a robust selection of checking and savings account options, as well as the opportunity to take advantage of special promotions and discounts.

➤ **Simplify payday**

Flagstar@Work encourages participation in direct deposit – making processing payroll less of a chore.

➤ **Let us come right to you**

Our Flagstar@Work banking specialists will help the City employees open a new Flagstar checking account right on the spot—completing the necessary paperwork as they go. Or the employees may go to one of our banking centers to set up their account(s).

➤ **Take part in on-site financial education programs**

When your employees have a greater understanding of the financial opportunities that exist, they can make more informed decisions. Our courses are designed to encourage questions while enhancing their awareness of specific products and services.

➤ **Get new employees oriented**

We will be happy to discuss the Flagstar@Work program and the benefits of direct deposit at your employee orientations.

Employee Advantages

With Flagstar@Work, employees can enjoy a valuable financial relationship. Some of the benefits include:

Simply Plus Checking

- Interest-bearing checking with no monthly balance required
- \$100 Cash Bonus with \$250 Direct Deposit or \$1,000 balance
- Free box of Flagstar custom checks
- Online Banking and Bill Pay
- Free access to a network of more than 50,000 ATMs worldwide
- Flagstar \$2.50 ATM transaction waived when you use other banks' ATMs (two times per statement cycle)
- .25% rate reduction on personal loans and Home Equity Lines of Credit
- Up to \$500 off the appraisal on a new mortgage

There is no additional cost to the City for this program. The program would be a benefit to your employees.

Merchant Services

Flagstar Bank has partnered with First Data Merchant Services (FDMS), the leader in payment processing solutions, to create Flagstar Merchant Services. This provides our public sector clients with convenient, cost-effective, and secure payment processing solutions depending on their needs. We can offer our business customers solutions for in-person or online transactions, integrated terminals, pay cards, gift cards, and loyalty programs. FDMS co-branded individuals can meet with the City in-person to discuss which solutions best fit your needs.

Merchant Services volumes would need to be further discussed in order to provide detailed pricing for this service.

SECTION 5 – PRICING PROPOSAL

Please see attached completed Pricing Proposal Spreadsheet - **Exhibit B**. All fields must be completed and any blank or zero amounts in a field will mean no cost to the organization.

1. Do we compensate your financial institutions for services by explicit fees, compensating balances, or a combination of the two?

Flagstar Bank anticipates the City will compensate the bank for services in one of the following manners: direct fee hard-charges, use of compensating balances, or with a combination of hard-charges and compensating balances. Flagstar Bank's public sector accounts are structured to enable our customers to pay for bank charges in one of these manners.

If the City chooses to pay fees directly, interest would be earned on the entire collected balance (no reduction for reserves) in the checking account and fees would be charged to the account separately. Since the account is earning interest, no earnings credit would be applied.

If the City chooses to use balances to offset fees, an earnings credit of .20% will be provided on 90% of the collected balances (10% reserve requirement). This credit will be used to offset fees. Any excess earnings credit will remain unused. If the earnings credit is less than the monthly charges, the remaining fees will be assessed to the City.

For both the compensating balance and direct fee models, Flagstar Bank's monthly account analysis statement will reflect all fees that are assessed.

Charges for fees referenced in the pricing section will be assessed to the City's account before the 15th business day of the next month and a statement of the fees will be provided to the City.

We recommend that the City set up all transactional accounts as interest-bearing checking accounts and pay hard dollars fees. Since the interest rate on our checking accounts is currently 0.40% (for balances of \$250,000+) and is .20% higher than the earnings credit rate, this structure would provide optimal financial benefit to the City.

Under Section 3 "Pricing Proposal", you will find a comparison spreadsheet referencing the estimated financial benefit to the City when using our interest-bearing accounts and paying hard dollars fees versus using an earnings credit/interest-bearing account combination.

2. How are your financial institution's monthly earnings credit rates calculated?

If the City chooses to use a compensating balance arrangement, the formula used for offsetting fees with earnings credit is as follows:

Collected Balance (minus 10% reserves) x ECR divided by 365 x the # of days in the month equals service charge offset amount

The earnings credit rate is not tied to any index or standard. The rate is evaluated monthly and set based on the current interest rate environment.

3. Provide historical rates for the last year.

The earnings credit rate is not tied to any index or standard. The rate is evaluated monthly and set based on the current interest rate environment. The rate for the 2012 and 2013 has been .20%.

Please indicate any costs or fees associated with the services described in this section in the attached proposed fee structure.

Please refer to Section 3 "Pricing Proposal" for fees related to the above section of this RFP response.

Non-Discrimination

Upon submission of this proposal, the Financial Institution agrees that he/she will comply with the Federal Civil Rights Act of 1964 as amended; the Federal Civil Rights Act of 1991 as amended; the Americans with Disabilities Act of 1990 as amended; the Elliot-Larson Civil Rights Act, Article 2, Act No. 453, Public Act of 1976 as amended; the Michigan Handicapper's Civil Rights Act, Article 2, Act No. 220; Public Act of 1976 as amended, and all other applicable Federal, State, and Local laws and regulations. Specifically , providers are required not to discriminate against any employee or applicant for employment with respect to such person's hire, tenure, terms, conditions, or privileges of employment, or any other matter directly or indirectly related to employment because of such person's race, color, religion, national origin, ancestry, age, sex, or disability as defined by law. Breach of this covenant may be regarded as a material breach of the contract or purchase agreement and may be processed as provided under the State of Michigan laws.

Official Submitting Proposal:

Name: Kelly Hanna
Title: Finance Director
Phone: 810-225-9283
Date: January 24, 2014

My signature certifies that the proposal as submitted complies with all terms and conditions as set forth in this RFP.

I hereby certify that I am authorized to sign as a Representative for:

Bank Name: **FLAGSTAR BANK**

Official Completing Proposal:

Title: Kimberly S. Goethe, First Vice President

Phone: (248) 312-5180

Date: 3-7-14

Signature: 

**EXHIBIT B
CITY OF BRIGHTON
PRICING PROPOSAL**

Using 2 highest & 2 lowest volume months-January, August, November, & December

Service Description	Volume	Unit Price	Service Charge
Account Services			
Account Maintenance	4	10.00	40.00
Banking Center Services			
Branch Credits Posted	78	0.40	31.30
Branch Deposit-Immediate Verify	2,566	0.011	28.23
Branch Deposit-Post Verify	14,939	0.011	164.33
Depository Services			
Credits Posted	47	0.40	18.70
Deposit Credit	1	0.40	0.40
Check Deposited	890	0.08	71.16
Check Deposited-Transit	990	0.08	79.18
Return Item	4	12.00	44.00
Return Item Redeposit	2	0.00	0.00
Return Notification-Fax Copy	3	0.00	0.00
Disbursement Services			
Check/Debit Posted	151	0.08	12.04
Stop Payment Automatic Renewal	1	Not Available	
Stop Payment -Electronic	1	20.00	20.00
PWS Exception Notification-Acct	2	0.00	0.00
Image Storage per Item	171	0.00	0.00
PWS Check Inquiry Maintenance	2	0.00	0.00
PWS Recon Report/Stmt Maint (1)	2	0.00	0.00
Reconciliation Services			
Positive Pay Maintenance	2	50.00	100.00
Exception Item		1.00	0.00
Image Capture Per Item	171	0.05	8.55
Full Reconciliation-Maint (1)	2	0.00	0.00
Full Reconciliation-Per Item	132	0.08	10.54
Data Entry-Manual		0.00	0.00
Output File	1	0.00	0.00
Funds Transfer Services			
Electronic Fed Debit S/T (2)	3	10.00	30.00
Electronic Fed Debit Repair		0.00	0.00
Fed Credit S/T	1	8.00	10.67

Automated Clearing House

ACH Maintenance	4	15.00	60.00
Debit Originated	10	0.05	0.48
Credit Originated	80	0.05	4.01
Addenda Record	5	0.05	0.26
Debit Received	16	0.05	0.78
Credit Received	11	0.05	0.55
Return Item	3	5.00	12.50
Return Item-Fax	1	0.00	0.00
Debit Block Maintenance	3	20.00	60.00
ACH ADA Authorized ID	21	1.00	21.00
Notification of Change	3	0.00	0.00
Notification of Change-Fax	3	0.00	0.00

Receiptstream/Enh Rec Svcs

Daily E-mail Report of No Exceptions (3)	18	Not Available	
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Daily Reporting Module

Client Maintenance	1	0.00	0.00
Monthly Maintenance (4)	1	100.00	100.00
Trans Reported-45 day	8	0.00	0.00
Account Transfer Item	6	2.00	12.00
Transaction Reported	100	0.00	0.00
Domestic Wires	1	10.00	10.00

Service

Federal Reserve Deposit Insurance	2,426,454	0.00	0.00
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Other Charges & Credits

Miscellaneous Services-Supply Orders (5)	2		
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Estimated Monthly Service Fees			950.67
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Investable Balance:

Earnings Credit for Investable Balance (6)			
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The Elan OneCard (Purchasing Card)

Benefits/Services/Coverage

Annual/replacement card, implementation, training fees	None
Monthly interest charges	None
Access Online website	None
\$250,000 Travel Accident Insurance/Auto Rental/Emergency	None
Travel Services/Lost Luggage insurance	Lost Luggage Coverage: Maximum \$1,250
\$100,000 Liability Waiver Insurance	None
Non-sufficient funds fee	\$15 per instance
Delinquency fee	2.5% (Minimum \$2)
Overnight Card Delivery	\$20.00 per shipment
Statement/Receipt Copy	\$5 per item, upon request
Cash advances (if allowed)	3% of cash advance amount
Foreign transaction fee (if allowed)	2.5% of the transaction amount

Other Available Services

Remote Deposit Services

Monthly Product Fee	20.00
Remote Deposit Scanner	Included
Remote Deposit Scanner (7)	At Cost See Below
Remote Deposit per Deposit	0.40 Per Transaction
Remote Deposit Check Item	0.14 Per Item

Paid Check Images via CD-ROM

Check Image Viewer Setup	Waive
Check Image Viewer CD-Rom	30.00
Check Image Viewer -Addtl CD Rom	40.00
Check Image Viewer -Images	0.05

Visa Business Credit Card

Flagstar@Work
 No Charge
 No Charge to City,
 Possible 100.00 Credit
 to Employee.

Merchant Services

Fees to be discussed, if
 service is desired.

Fees for One-Off Transactions

Wire Transfer - Incoming	8.00 Per Wire
Wire Transfer - Outgoing	10.00 Per Wire
Overdraft	36.00 Per Item
NSF	36.00 Per Item
Deposit of Canadian Item (8)	1.50 Per Item
Acct Overdrawn 5 Consecutive Days	15.00 Per Additional Day Overdrawn
Withdrawals in excess of 6/Month (9)	10.00 Per Withdrawal
Check Photocopy	2.00 Per copy

Notes

- (1) Included with Positive Pay Maintenance Fee.
- (2) Assumption: This was an outgoing wire.
- (3) Assumption: This fee was for an e-mail regarding Positive Pay exceptions. This is available via on-line banking at no charge.
- (4) Monthly Maintenance includes the following: Balance and Transaction Detail, Book Transfer, Stop Payment, Image Access, Wire Transfer.
- (5) Fees determined based on what supplies are ordered. See below for reference to one time reimbursement.
- (6) Flagstar offers a current earnings credit of .20%. We recommend the City use the interest bearing checking and pay service fees directly. Current interest rate is .40% which is .20% higher than the earnings credit.
- (7) Varies - \$300+ depending on model selected.
- (8) For items \$3,000 and under, items over \$3,000 send for collection at \$40.00 per item.
- (9) Fee assessed on savings accounts only.

Account Supplies

Flagstar Bank offers to reimburse the City for account supplies up to the amount of \$200.00. Please refer to Page -5- of the Summary of Accounts and Services document.

Average Investable Balance	\$1,665,000.00
Estimated Interest Earned Annually at .40%	\$6,660.00
Minus Flagstar Annual Service Fees	\$11,408.00
Approximate Net Amount Owing Annually	-\$4,748.00



Accounts That Work for You

- **Competitive Interest Rates and Service Fees**
 - **No Wire Fees for Investment Purposes**
 - **Weekly Rate Notification By Email or Fax**
-

Government Banking Checking

- Interest-bearing account with competitive, tiered interest rates
- Non-interest-bearing account. Fully FDIC insured through December 31, 2012
- Optional sweep functionality
- Checks and statements offered in paper or electronic format

Money Market Sweep

- AAA-rated money market fund
- Compliant with PA 20 (municipalities), PA 451 (school districts), and PA 331 (community colleges)
- Competitive interest rates
- Automatic sweep to and from a checking account

Liquid Asset Savings

- Variable interest rate
- Interest computed daily, paid monthly
- Minimum \$500 deposit
- Monthly statement offered in paper or electronic format

Certificates of Deposit

- Regular or jumbo certificates available
- 7-day to 60-month terms
- Multiple interest payment options
- Competitive fixed rate

CDARS, the Certificate of Deposit Registry Service[®]

- Certificates of deposit with multi-million dollar FDIC coverage
- Legal for use by government entities in Michigan
- Negotiate one rate for each CD maturity and enjoy the option of reinvesting through a simple process
- One easy-to-read statement summarizing all CD holdings

Flagstar Bank

Government Banking Group
Corporate Headquarters
5151 Corporate Drive
Troy, MI 48098
(888) 254-5417

flagstar.com/governmentbanking



Banking Products in Step with Your Needs

Web-Based Treasury Management Services

Access a full range of information reporting, transaction initiation and fraud prevention services in one secure location with online banking, so you can manage your organization's finances whether you're in or out of the office.

Remote Deposit

Scan, submit, and deposit checks electronically at your convenience. By using a desktop scanner and a Web-based application, check images are efficiently captured and safely transmitted to Flagstar. With a later deposit deadline, checks can be presented after bank branches close, making funds available sooner and deposit deadlines later.

Merchant Services

Accept major credit and debit cards to give your customers more ways to provide payment. A merchant service account through our partner, First Data™, can increase revenue and cash flow, simplify daily business operations, and reduce operating expenses.

Lockbox Services

Through our partner, Alliance Payment Solutions, Lockbox Service from Flagstar Bank provides a comprehensive payment collection solution designed to streamline your receivables with same-day deposit and next-day availability, utilizing a Michigan P.O. Box.

Business Credit Cards

The Visa® Business Credit Card is designed for clients seeking to manage payments and spend more efficiently. Review and monitor expenses and sales activity on an ongoing basis through the free online expense management tool, ScoreBoard.

Payroll Services by Paychex®, Inc.

Flagstar Bank has partnered with Paychex, Inc. to provide you with a comprehensive payroll management option. In-house payroll management tools, accurate payroll processing, tax preparation, direct deposit, and other vital services help keep your organization's payroll process running smoothly.

Zero Balance Account

Consolidate balances from multiple collection and disbursement accounts into a single master account. Eliminate time-consuming tasks and the complexity of overseeing multiple bank accounts while reducing potential fees incurred from low balances and multiple account transfers.

Flagstar@Work

Offer your employees an exclusive package of free and discounted financial services when they open an account with Flagstar with direct deposit of their paycheck.



Manage Your Capital from Across the Room or Across the Country

Flagstar Business Online Banking is convenient, fast, and efficient – giving you access to a full range of information reporting and transaction initiation services in one secure location.

Clear Advantages

- Real-time balances
- Transaction history
- Account Transfers
- Check and Deposit Ticket Images
- Stop Payments
- Domestic Wires
- ACH payments and collections
- Account Reconciliation
- Postive Pay
- Online Statements
- Alerts
- Advanced security
- Custom Reports



Security Tokens

- Generates random passcodes required to release ACH and wire transactions
- Assists in preventing online banking fraud
- Provides an added layer of security

Online Security

Flagstar conducts a risk assessment of all users behind the scenes, assigning a unique risk score to each activity. Users are challenged when out-of-the-ordinary activity is detected. This transparent authentication provides your organization with increased security without compromising convenience.

Dual Control

All ACH and wire transactions require dual control in the creation and release of files establishing checks and balances for your organization.

Clear Vision

Flagstar Business Online Banking puts you in control. Day or night, you can accurately assess your cash position and make effective decisions to better manage your business.

To learn more about Business Online Banking, contact us at (888) 254-5417.



Bank with Ease Directly from Your Desk

Remote deposit service from Flagstar Bank allows you to scan, submit, and deposit checks electronically at your convenience from your office. By using a desktop scanner and Web-based application, check images are efficiently captured and safely transmitted to Flagstar.

Simplify deposit preparation, reduce transportation costs, and spend less time away from the office with remote deposit. It's convenient, secure, and helps to improve your organization's cash flow.

Clear Advantages

- Balance your deposits automatically
- Eliminate the need for deposit slips and check copies
- Reduce banking relationships and fees

Faster Availability of Your Funds

With a later deposit deadline, checks can be presented after bank branches close, making funds available sooner and deposit deadlines later.

Streamline Cash Flows

Your organization and all satellite locations can easily make remote deposits into your accounts at Flagstar. Consolidation of deposits leads to streamlined cash flows for your organization.

Faster Return Item Notification

Later deposit deadlines allow for faster overall check clearing times. Flagstar can also provide faster notification of returned checks.

Ease of Use

With remote deposit, all you need is a computer, an Internet connection, and a check scanner from Flagstar. Simply scan your checks, verify your deposits, and send the check images to Flagstar.

To learn more about remote deposit, contact us at (888) 254-5417.



Get Funds When And Where You Need Them

Flagstar's Wire Transfer service is a fast, reliable, and secure way to transfer funds virtually anywhere. Manage your money and your business in real time with immediate funds transfer between your Flagstar business account and other bank accounts worldwide.

CLEAR ADVANTAGES

- Move funds worldwide
- Domestic and International currencies
- Real time updates and flexibility

EASE OF USE

Securely initiating domestic and international USD and foreign currency wire transfers can be done quickly and conveniently using the following:

- Business Online Banking
- Wire Transfer Telephone Service
- Any Flagstar branch location

Flagstar offers multiple templates to make initializing wire transfers as easy as possible. Standing order, repetitive and semi-repetitive instructions can be created and stored for future use. Online reporting within Business Online Banking allows you to review current-day, future and historical wire transfers, as well as comprehensive information on both incoming and outgoing wires.

FAST, RELIABLE FUNDS TRANSFER

Flagstar's Wire Service is available daily between 8 a.m. and 6 p.m. ET. Incoming funds are credited the same day if received before end of business.

To learn more about Wire Transfer Service, contact your Relationship Manager or call our Government Banking Group at (888) 254-5417.



Reduce Cost and Increase Reliability

Reduce the amount of time and resources spent processing routine funds transfers while accelerating payment and collection procedures with Automated Clearing House service (ACH) from Flagstar Bank.

Further automate the disbursement process with Electronic Data Interchange (EDI) in conjunction with ACH for timely reporting of remittance information. EDI gives you the information needed to reconcile your ACH transactions in a simple, readable report.

CLEAR ADVANTAGES

- Reduce banking costs and increase reliability with a low cost alternative to wire transfers and checks
- Improve the availability of funds by reducing delays caused by invoicing
- Increase accuracy and reduce errors by eliminating the need for manual data re-entry

IMPROVE AVAILABILITY OF FUNDS

Originating ACH transactions can settle credits and debits quickly and reduce delays caused by invoicing, mailing and check processing. Since funds are not debited from your account until the selected date, your company can better manage disbursements by dating transactions for future settlement.

Popular ACH applications include: direct deposit of payroll, dividends, annuities, monthly payments and collections, or state and federal taxes. ACH can also be used to collect payments and dues.

INCREASE PRODUCTIVITY

ACH provides a low-cost alternative to wire transfers and checks, and with direct transmission of EDI data, your company saves time and improves productivity. EDI reports are available via email or within Business Online Banking.

To learn more about ACH and EDI, contact your Relationship Manager or call a Government Banking Group at (888) 254-5417.



Accelerate Reconciliation with Secure Access to Your Checks

The check image viewer service from Flagstar Bank is a quick and convenient way to search and sort images of your company's paid checks. Eliminate the need to physically store paper checks and significantly improve the check reconciliation process.

Clear Advantages

- Flexible search criteria
- Easily locate checks for audits and other business needs
- Up to 25,000 check images per CD-ROM

Simplify Image Access

Check image viewer is accessible by multiple users from any computer or company network. Users save valuable time by searching and retrieving multiple check images in seconds. Images can be printed, faxed, or exported into multiple formats.

Eliminate Check Storage

Reduce the costs associated with storing and sorting through paid checks and retain critical payment data for backup and disaster recovery. All you need is a computer, a CD-ROM drive, and a CD provided by Flagstar that matches your statement cycle.

To learn more about check image viewer, contact us at (888) 254-5417.

Flagstar Bank

Government Banking Group

Corporate Headquarters

5151 Corporate Drive

Troy, MI 48098

(888) 254-5417

flagstar.com/gov

Positive Pay

Positive Pay is an optional module that is used to prevent check fraud. By examining questionable checks, the User can determine whether each check should be paid or returned.

How it Works

- A check issue file must be sent to Flagstar Bank. The file(s) can be originated from a check payments system or by manually entering the issue information through Business Online Banking.
- Flagstar Bank matches this information against checks presented for payment using our **Positive Pay** system.
- If there is a discrepancy, the check appears on the **Exceptions** screen.
- All exception items can be viewed online (including the image), and a decision may be made online to pay the check or return it.

Basic Terms and Features

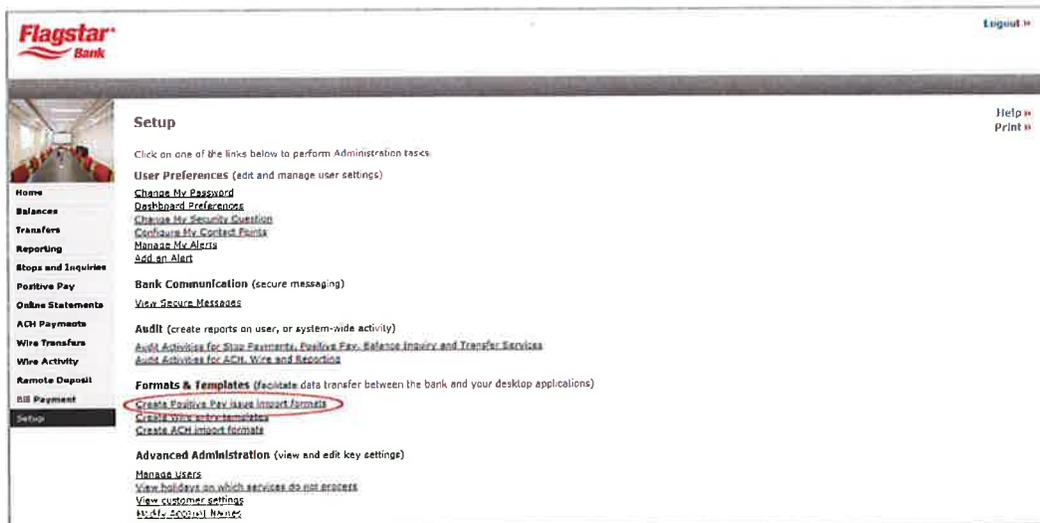
The definitions below describe fields for the **Positive Pay** module.

The fields that appear on the **Exception results** screen vary based on the type of transaction.

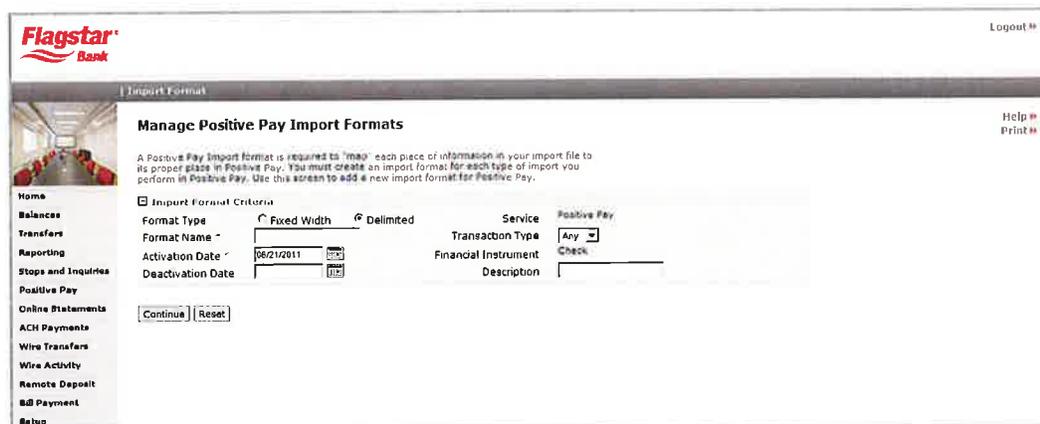
- **Account Number** — the account number associated with the transaction
- **Serial Number** — the serial number on the check
- **Issue Date** — the date the item was issued
- **Issue Amount** — the amount of the item on the issue file
- **Posting Date** — the date the item was presented for payment
- **Posting Amount** — the amount the item at time of presentment
- **Exception Description** — a short description of why the item does not match the Positive Pay issue file
- **Decision Type** — current status of the exception
- **Action Reason** — customer selects one of the following decision types: **Pay or Return**
- **Payee** — optional field can hold up to 30 characters of Payee information
- **Memo** — optional field to add additional information about a check.
The memo will be viewed when reviewing the check on the Monitor screen.

Create Issue Import Format

1. From the left-hand navigation, select **Setup**.



2. Under the **Formats & Templates** heading select **Create Positive Pay issue import formats**.



3. From the **Manage Positive Pay Import Formats** page enter the following information:
 - **Format Type** — select either Fixed Width or Delimited. Fixed width would be for a file in a TXT format, delimited would be used for and Excel format.
 - **Format Name** — create a name for the import.
 - **Transaction Type** — select from the drop down menu, Any, Issue or Void.
 - **Activation Date** — will default to today's date.
 - **Deactivation Date** — to delete the import format enter a deactivation date.
 - **Description** — is an optional field. The user may enter a brief description of the import format.
4. Select **Continue**.
5. For Fixed Width Import Formats, enter the following information:

File Information

- **This format will include** — select Issues and Voids, Issues only or Voids only.
- **Issue Indicator** — enter the value that appears for an issue record.
- **Void Indicator** — enter the value that appears for a void record.
- **Record Length** — enter the exact length of all fields specified under **Set Data Parameters**.
If the record is not exactly equal to the **Record Length** value, the record and subsequent records will fail to import.
If Text Qualifiers are used, they must be included in the Record Length.
- **Header Characters** — the number of characters in the file's header that must be ignored.
Skipping the header characters will not cause an error.

- **Record Delimiter** — select **none** or **enter**.
- **Text Qualifier** — character used on both sides of data string to encapsulate the entire string. Select none, (‘single quote), (“double quote), and (\back slash).
- **Date Separator Character** — select **none**, (/forward slash), (-dash), and (.period).
- **Date Format** — select MMDDYYYY, MMDDYY, DDMMYYYY, DDMMYY, YYYYMMDD, and YYMMDD. For excel, YYYYMMDD or YYMMDD is recommended.
- **Amount Format** — select **As Is** or **Insert 2 Positions** (only if there are no decimals in the amount field of the issue file).

Set Data Parameters

- **Start Position** — the field’s beginning position in the record.
 - **Stop Position** — the field’s ending position in the record.
 - **Default Value** — used only if the imported file does not contain a value.
 - **Record Indicator** — if the import format is set up to allow Issue and Void records, enter the field order.
 - **Account Number**
 - **Serial Number**
 - **Issue Amount**
 - **Issue Date**
 - **Use ABA Number or Bank ID Number**
 - **Payee Name**
 - **Check Memo**
6. For Delimited Import Formats, enter the following information:

File Information

- **This format will include** — select Issues and Voids, Issues only or Voids only.
- **Issue Indicator** — enter the value that appears for an issue record.
- **Void Indicator** — enter the value that appears for a void record.
- **Header Lines** — number of header lines in the file to be ignored.
- **Record Delimiter** — Delimited import formats only use the Enter key as the delimiter.
- **Field Delimiter** — character that separates each field from the field preceding it and the field that follows it. Select (,comma), (tab), or (.period).
- **Text Qualifier** — character used on both sides of data string to encapsulate the entire string. Select none, (‘single quote), (“double quote), and (\back slash).
- **Date Separator Character** — select **none**, (/forward slash), (-dash), and (.period).
- **Date Format** — select MMDDYYYY, MMDDYY, DDMMYYYY, DDMMYY, YYYYMMDD, and YYMMDD. For excel, YYYYMMDD or YYMMDD is recommended.
- **Amount Format** — select **As Is** or **Insert 2 Positions** (only if there are no decimals in the amount field of the issue file).

Set Data Parameters

- **Field Order** — indicates where the field appears in the file.
 - **Default Value** — used only if the imported file does not contain a value.
 - **Include in Issues and Voids** — used only if the imported file does not contain a value.
 - **Record Indicator** — if the import format is set up to allow Issue and Void records, enter the field order.
 - **Account Number**
 - **Serial Number**
 - **Issue Amount**
 - **Issue Date**
 - **Use ABA Number or Bank ID Number**
 - **Payee Name**
 - **Check Memo**
7. Select **Submit**.

Import an Issue File

The Import function is used to import files created from another system (accounting software, Excel spreadsheets, etc.) into Business Online Banking.

1. From the left-hand navigation, select **Positive Pay**.
2. From the Feature Menu, select **Import** and then **Run Import**.

3. Select the **Format Name** from the drop-down list.
 4. Select the **Browse** button, locate the file and specify the file to be imported by entering the path to the file on your hard drive or network.
 5. Select **Submit**.
 6. The following message will appear:
 *Import successfully started.*
 7. Select the **Refresh** button on the browser.
- Note: User may need to refresh the browser more than once.*
8. From the Feature Menu, select **Import** and then **View Import Report**.

9. Enter the **From/To Date**.
10. Select **Search**.
11. Select the appropriate **Report Name** to view the report.

Organization ID:	BOBTRAIN14	Report Date:	06/20/2011
Organization Name:	BOBTRAIN14	Report Time:	17:57:05
User ID:	MARKTEST1	Import Date:	06/20/2011
Service:	Positive Pay	Import Time:	17:57:05
Format Name:	Demo Import Checks	Import Status:	Successful
File Location:	C:\Documents and Settings\Desktop\PositivePay\issue.csv		

Status Description:	Report Name:	DemoTestPositivePay
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Amount Totals			
Total File Amount:	\$76.60 USD	Total Amount Imported:	\$76.60 USD
Total Amount Not Imported:	\$0.00 USD	Total Amount of Issues:	\$54.60 USD
Total Amount of Issues Imported:	\$54.60 USD	Total Amount of Issues Not Imported:	\$0.00 USD
Total Amount of Voids:	\$22.00 USD	Total Amount of Voids Imported:	\$22.00 USD
Total Amount of Voids Not Imported:	\$0.00 USD		

File Totals	
Total Records in File:	4
Total Records Imported:	4
Total Records Not Imported:	0
Total Count of Issues:	3
Total Count of Issues Imported:	3

Issue Maintenance - Add Issues/Voids

Use the Issue Maintenance — Add Issues/Voids screens to submit information about individual checks directly to the Positive Pay system.

1. From the left-hand navigation, select **Positive Pay**.
2. From the Feature Menu, select **Issue Maintenance** and then **Add Issues/Voids**.
3. Select an account number from the **Account Number** drop-down list.

4. Enter the **Serial Number**.
5. Enter the **Amount** of the check being issued/voided.
6. In the **Issue Date** field, enter the date the check was issued (date format: mm/dd/yyyy). This field is optional.
Note: If the user would like to void a check, the date the check is being voided must be entered into the Issue Date field, not the date that the check was issued.
7. Enter the **Payee** name. (This field is optional.)
8. Select either **Issue** or **Void** from the **Action** drop-down list.
9. Enter **Memo** information (if applicable). (This field is optional.)
10. Select **Submit Issues/Voids**.

Note: All issues and voids are scooped at 5 a.m. of the next business day for processing.

Exceptions Decisions

The Exceptions screen lists the checks that show a discrepancy between the check presented for payment and the check issue information sent to Flagstar Bank. Any check not matching the issue file will be displayed on the Exceptions screen.

Payment decisions must be made before the cut-off time displayed on the Exceptions screen.

1. From the left-hand navigation, select **Positive Pay**.
2. Select **All Accounts** (or a specific account number) from the **Account Number** drop-down list for exceptions to be viewed.
3. Select **Get Exceptions**.

Note: An account Lookup button will appear if the number of accounts exceeds the maximum table display.

Account Number	Serial Number	Issue Date	FAAR Amount	Posting Date	Posting Amount	Exception Description	Exception Type	Action/Reason	Payee	Memo
100687352	505	06/15/2011	\$300.13	06/16/2011	\$300.14	Paid Amt Not Equal Issue	Exception		Telle Co.	

4. Review each check exception.
5. For each item, select a **Pay** or **Return** reason in the **Action/Reason** drop-down menu.
6. Select **Submit**.

Monitor the Status of Checks

The Monitor screen can be used to locate and review the status of issued checks or exception items. Searches can only be performed on checks that have been issued using the Issues/Voids screen.

1. From the left-hand navigation, select **Positive Pay**.
2. From the Feature Menu, select **Monitor**, and then select **Exceptions or Issues**. The Monitor search screen appears displaying the Exceptions or Issues search criteria.
3. Select an **Account Number** or **All Accounts** from the drop down list.
4. Enter additional criteria, if desired.
5. After criteria fields are entered, select **Search**.

The screenshot displays the 'Monitor Exceptions' page on the Flagstar Bank website. The page title is 'Monitor Exceptions' and it includes a sub-header 'Select an account number and provide additional optional criteria to view exceptions.' Below this, there is a 'Criteria' section with the following fields:

- Account Number: All Accounts (dropdown)
- Status: All (dropdown)
- Decision Type: All (dropdown)
- From Serial Number: (text input)
- To Serial Number: (text input)
- From Issue Amount: (text input)
- To Issue Amount: (text input)
- From Issue Date: (date input)
- To Issue Date: (date input)
- From Posting Amount: (text input)
- To Posting Amount: (text input)
- From Posting Date: (date input)
- To Posting Date: (date input)
- From Exception Date: 06/19/2011 (date input)
- To Exception Date: (date input)
- Payee: (text input)

At the bottom of the criteria section are 'Search' and 'Reset' buttons. The left-hand navigation menu includes: Home, Balances, Transfers, Reporting, Stops and Inquiries, Positive Pay (highlighted), Online Statements, ACH Payments, Wire Transfers, Wire Activity, Remote Deposit, Bill Payment, and Setup. The top right corner has a 'Logout' link, and the right side has 'Help' and 'Print' links.

Reporting

The Reporting module is used to view detailed reports on balance and transaction activity for specific accounts. Reports can be based on previous day or current day information.

The Transaction Search option assists in locating a specific transaction(s). Searches can be requested by criteria, including account number, transaction type, and amount.

The Export option assists in downloading balances and transaction detail in formats for use in accounting or spreadsheet software.

Information Reporting Basic Steps:

- Select a report
- Select the report criteria
- Select the Summary, the Transaction List or Statement Report option.

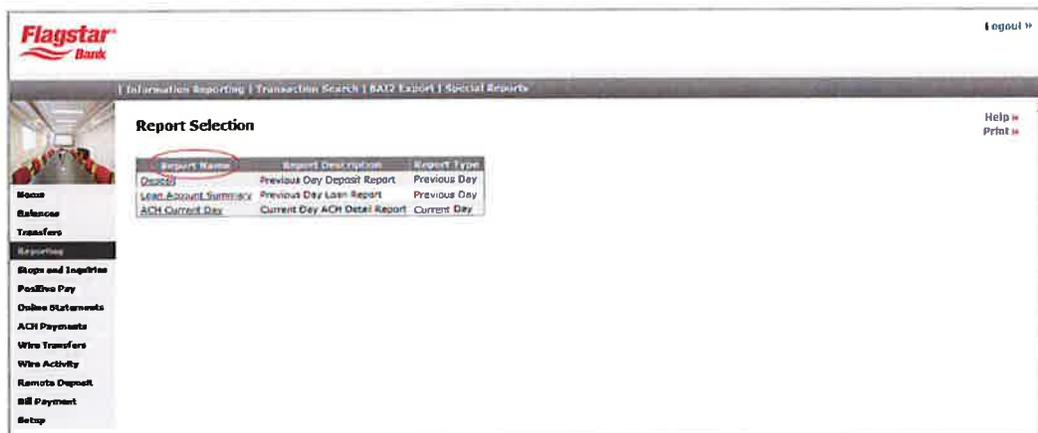
Basic Terms

- **Summary** — the Summary report displays balance information on accounts based on the criteria entered on the **Criteria Selection** screen.
- **Transaction List** — the **Transaction List** report displays detailed transaction information based on the criteria entered on the **Criteria Selection** screen.
- **Loan Report** — the **Loan Report** displays summary information on loan accounts based on the criteria entered on the **Criteria Selection** screen. This information is on a prior day delivery.
- **Previous Day** — the **Previous Day Deposit Report** provides balances and transaction details on account on a prior day basis based on the criteria entered on the **Criteria Selection** screen.
- **Current Day** — the **Current Day Report** provides information on current day information on incoming ACH transactions. This information is based on the criteria entered on the **Criteria Selection** screen.

Note: Depending on security privileges in Business Online Banking, Users may or may not see all screens and options to perform the tasks described below.

Select a Report

1. From the left-hand navigation, select **Reporting**.
2. Beneath the **Report Name** column, select the **Report Name**.



Report Criteria

1. Enter the data in the appropriate fields described below:

The screenshot shows the 'Criteria Selection' page for an ACH Current Day report. The 'Name' field is empty. The 'Period' is set to 'Custom' with a 'From Date' of 06/14/2011 and an empty 'To Date' field. The 'Account Display Sort' is set to 'Account Name' and the 'Transaction Sort' is set to 'Date/Amount'. The 'Report View' is set to 'Transaction List'. A table of selected accounts is shown below:

ABA Number	Account Number	Account Name	Account Type
<input type="checkbox"/>	All Accounts		
<input type="checkbox"/>	272471852 100687344	Payroll Account	Unspecified
<input type="checkbox"/>	272471852 100687352	Operating Account	Unspecified

- **Select Favorite** — only used if a report template was previously saved.
- **Name** — allows the user to create a new Favorite Report.
- **Period** — allows the user to select a preset date or date range for the report. The user must manually enter a date if they select the Custom option.
- **From Date** — this field will default with the previous business day's date for previous day report types, and the current day's date for the current day report. The date can be changed to pull data from other dates. This field would contain the beginning date of a date range.
- **To Date** — only used when a report is created for multiple dates. This field would contain the ending date of a date range.
- **Account Display Sort** — allows the user to sort accounts by Account Name, Account Number or by ABA.
- **Transaction Sort** — the method the system uses to sort results for a **Transaction List** report.

Note: Depending on the type of report, a Transaction Sort view may not be available. Options include: Date/Amount, Date/Serial Number, Amount, Serial Number, Reference Number, and Transaction Type.

2. **Show Detail** — always select this option so that all additional information displays, such as ACH addenda.

Select a Report View

1. Select **Summary** or **Transaction List**.
 - **Summary** will display balance information.
 - **Transaction List** displays transaction details.
2. Select the check box next to the appropriate account(s).
3. Select **Display**. An overview of your report will be displayed.

06/20/2011

Loan Account Summary for 05/20/2011 06/20/2011
Account Sort: Account Name

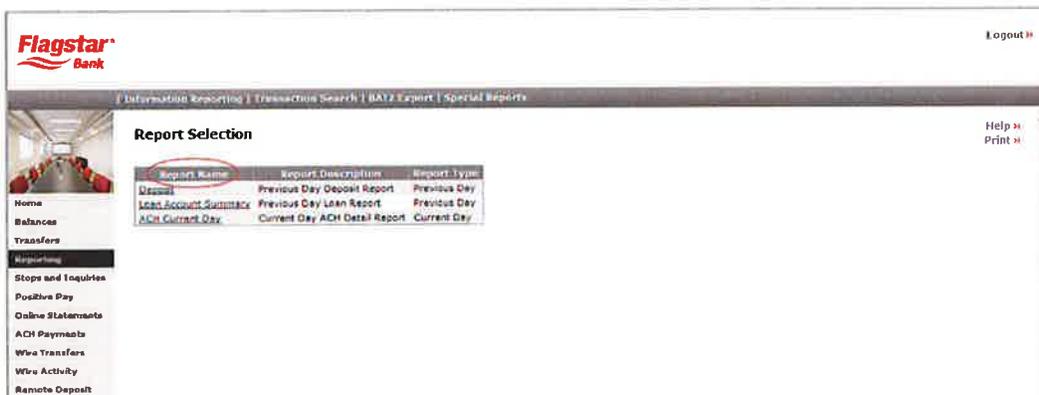
ABA Number	Account Number	Account Name	Interest Rate	Current Balance	Original Balance	Unpaid						
272471852	100687344	Payroll Account	0.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00
272471852	100687352	Operating Account	0.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00
Total:				\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00

06/20/2011 11:53:05

Exporting Report Results

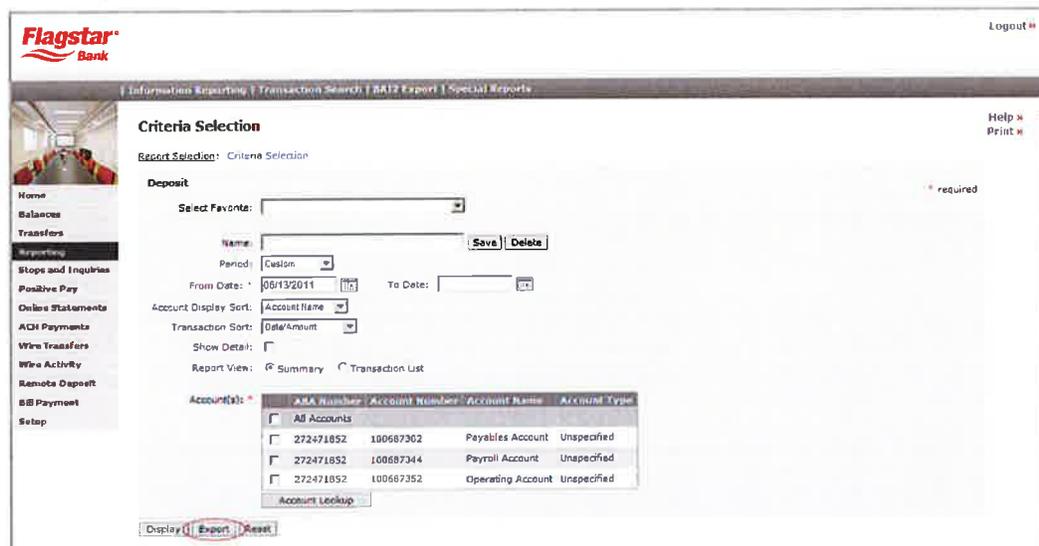
The Export feature may be used to export a report or the results of a transaction search to a separate accounting file.

1. From the left-hand navigation, select **Reporting**.
2. Beneath the **Report Name** column, select the **Report Name**.

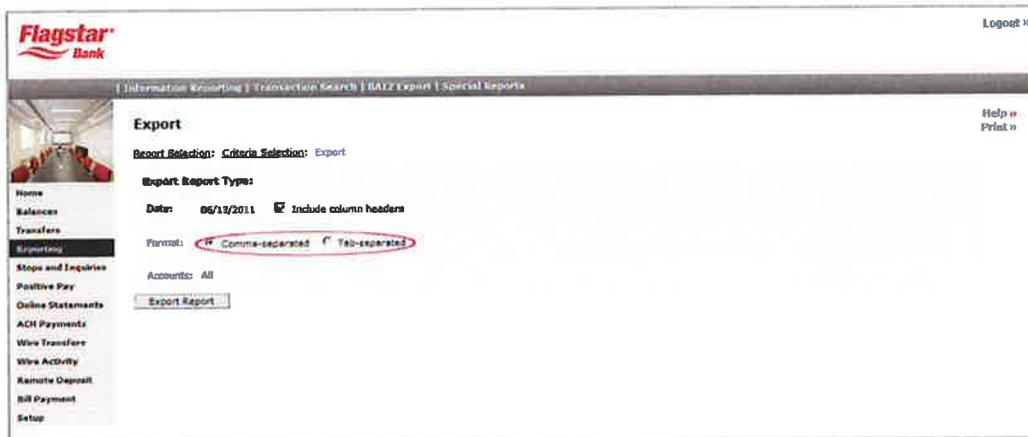


3. Enter data in the appropriate fields described below:
 - **Select Favorite** — only used if a report template was previously saved.
 - **Name** — allows the user to create a new Favorite Report.
 - **Period** — allows the user to select a preset date or date range for the report. The user must manually enter a date if they select the Custom option.
 - **From Date** — this field will default with the previous business day's date for previous day report types, and the current day's date for the current day report. The date can be changed to pull data from other dates. This field would contain the beginning date of a date range.
 - **To Date** — only used when a report is created for multiple dates. This field would contain the ending date of a date range.
 - **Account Display Sort** — allows the user to sort accounts by Account Name, Account Number or by ABA.
 - **Transaction Sort** — the method the system uses to sort results for a **Transaction List** report.
4. **Show Detail** — always select this option so that all additional information displays, such as ACH addenda.

Note: Depending on the type of report, a Transaction Sort view may not be available. Options include: Date/Amount, Date/Serial Number, Amount, Serial Number, Reference Number, and Transaction Type.
5. **Select Export.**



6. Select the export format by selecting **Comma-separated** or **Tab-separated**.



7. Select **Export Report**.

8. The following message will appear:

 *Export was started for IR Summary Report. Please press the refresh button to view results of the export. This process may take several minutes depending on the report criteria entered.*

9. Select **Refresh** on the browser.

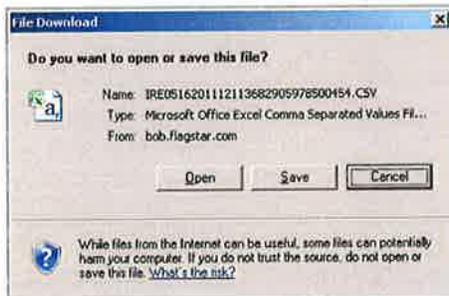
Note: User may need to refresh the browser more than once.

10. The following message will appear:

 *[Export File Created. Click here to download or view file.](#)*

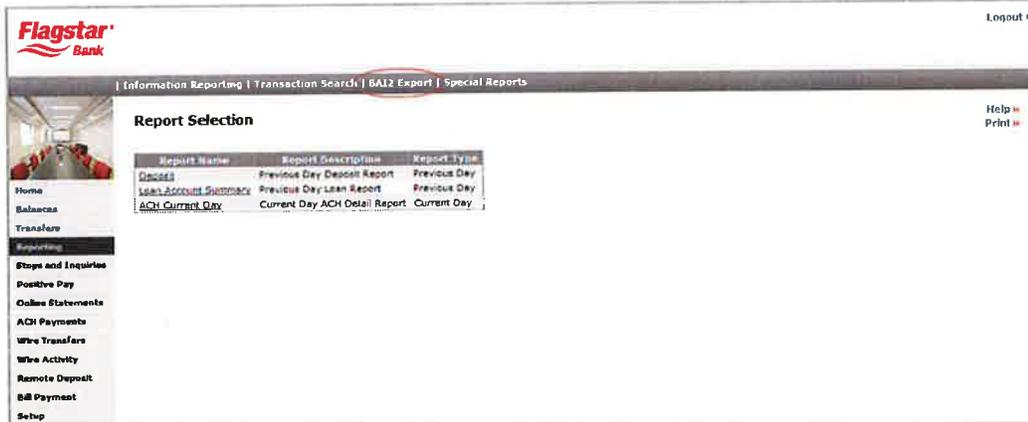
11. Select the message hyperlink to download the exported file.

12. The **File Download** box will appear. Select **Open** to view the report now, or select **Save** to view it at a later time.

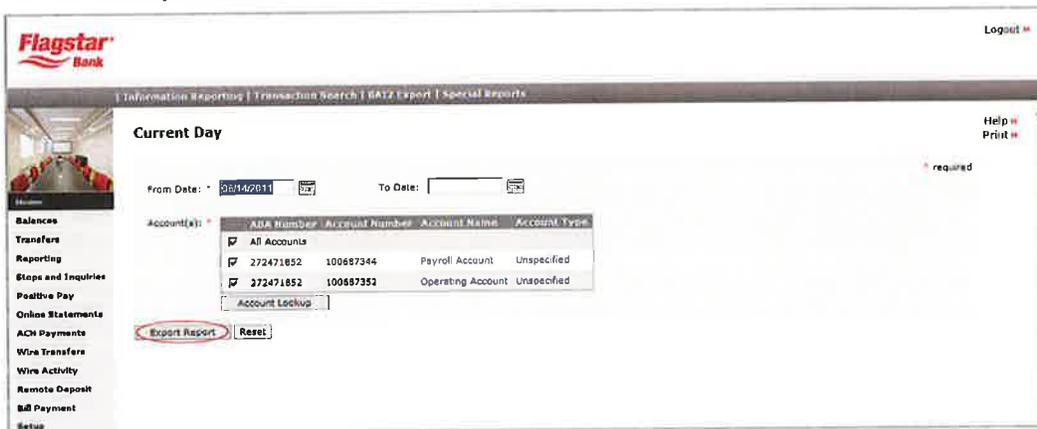


Exporting Report Results in BAI2 Format

1. From the left-hand navigation, select **Reporting**.
2. From the Feature Menu, select **BAI2 Export** and then **Current Day** or **Previous Day**.



3. On the **BAI2 Export** screen, enter the date range, select the appropriate account(s), and select **Export Report**.



4. The following message will appear:

 *Export was started for BAI2 Report. Please press the refresh button to view results of the export. This process may take several minutes depending on the report criteria entered.*

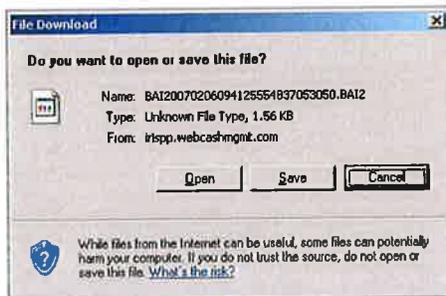
5. Select **Refresh** on the browser menu.

Note: User may need to refresh the browser more than once.

6. The following message will appear. (Select the message hyperlink to download the exported file)

 *Export File Created. [Click here to download or view file.](#)*

7. The **File Download** box will appear (select **Open** to view the report now or **Save** to view it at a later time).



Transfers – Real Time

The Transfers module is used to transfer funds between your Flagstar accounts in real time.

Note: Depending on the security privileges in Business Online Banking, not all Users may have access to all screens and options to perform the tasks described in this Reference Guide.

Creating/Releasing a Transfer

1. From the left-hand navigation, select **Transfers**.
2. Select the **From Account** (the account to be debited) from the drop-down account list.
3. Select the **To Account** (the account to be credited) from the drop-down account list.

Flagstar Bank

Logout »

Make Transfers | Scheduled Items | Transfer History

Transfers

1 Define step 1 of 3

To transfer funds between accounts, enter the required information and click "Continue".

Single Entry Multi-Entry

From Account Select Account Lookup

To Account Select Account Lookup

Amount 5

Frequency Once, right now Save as Multi-Entry Template

Nickname

Continue »

Scheduled Transfers

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Positive Pay

Online Statements

ACH Payments

Wire Transfers

Wire Activity

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Bill Payment

Setup

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View Balances

4. Enter the transfer amount in the **Amount** field.
5. To save this payment as a template, select **Save as Multi-Entry Template**.
6. In the **Nick Name** field, create a name for this template.
7. Select **Continue**.
8. Review the transfer. Select **Make Transfer(s)**.

Flagstar Bank

Logout »

Make Transfers | Scheduled Items | Transfer History

Transfers

2 Review and Submit step 2 of 3

To submit transfers for processing, review the transfers and click Make Transfer(s).

Nickname	From/To Account	Amount	Effective Date
Payroll	From: 100687302-Payables Account To: 100687344-Payroll Account	\$500.00	05/14/2011

< Previous Cancel Make Transfer(s) >>

Scheduled Transfers

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Stops and Inquiries

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Online Statements

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9. The following messages will appear:
 *A transfer for \$xxx.xx has been released; please confirm the status on the Transfer History screen.*
10. From the Feature Menu, select **Transfer History**.

Generating Wire Reports

There are three types of wire reports that can be generated, the Detail Report, the Summary Report, and the Totals Report. These provide quick summaries of the wires originated from the Wire Transaction List screen.

Detail Report

1. From the left-hand navigation, select **Wire Transfers**.
2. From the **Wire Transaction List** screen, select the check box next to the wires or batch of wires.

Wire Transaction List

Non-executed Fed wires exist. You must release wires by 5 PM EDT to receive same day processing.

All Fed wires must be entered and released by 05:00 PM EDT (on business days) for same day processing.

Wire #	Status	Application	Line ID	Value Date	Batch No.	Items Count	Customer Account No.	Amount	Beneficiary Name
<input checked="" type="checkbox"/> 486	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$5,000.00	Demo Name
<input type="checkbox"/> 487	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$23,200.00	Demo Name
<input type="checkbox"/> 485	ENTERED	NEF		06/21/2011			100687352 Operating Account	\$5,429.82	Demo Account
<input type="checkbox"/> 488	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$1,000.00	Demo Name
<input type="checkbox"/>	ENTERED	SEP		06/21/2011	04	1		\$600.00	

Buttons: Release, Revise, Delete, Refresh, Detail Report, Totals Report, Summary Report

3. Select **Detail Report**.
4. To print the report, select **Print**.

Wire Detail Report

Application: REF
 Value Date: 06/21/2011
 Amount: \$5,000.00
 Beneficiary Name: Demo Name

Buttons: Print

Totals Report

1. From the left-hand navigation, select **Wire Transfers**.
2. From the **Transaction List** screen, select the check box next to the wire(s) or batch(es) of wires.

Flagstar Bank Logout »

Transaction List | Single Wire | Match Wire | Wire Repair | Wire History

Wire Transaction List

Help »
Print »

⚠ Non-executed Fed wires exist. You must release wires by 5 PM EDT to receive same day processing.

All Fed wires must be entered and released by 05:00 PM EDT (on business days) for same day processing.

Wire #	Status	Application	Loan ID	Value Date	Batch No.	Item Count	Customer Account No.	Amount	Name	Next Ref. No.	Pa
<input checked="" type="checkbox"/> 486	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$5,000.00	Demo Name		
<input checked="" type="checkbox"/> 487	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$23,900.00	Demo Name		
<input checked="" type="checkbox"/> 485	ENTERED	NEF		06/21/2011			100687352 Operating Account	\$5,429.87	Demo Account		
<input checked="" type="checkbox"/> 488	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$1,000.00	Demo Name		
<input type="checkbox"/>	ENTERED	SEF		06/21/2011	04	1		\$600.00			

IQE

Release | Revise | Delete | Refresh | Detail Report | **Totals Report** | Summary Report

3. Select **Totals Report**.
4. To print the report, select **Print**.

Business Online Banking Report Date: 06/21/2011
Customer Name: Demo Report Time: 01:38:13 PM

User: ADMIN Wire Status Report

Date	Status	Item Count	Amount
06/21/2011	USD	3	\$34,329.87
Grand Total USD		3	\$34,329.87

Print | Print | Close

Summary Report

1. From the left-hand navigation, select **Wire Transfers**.
2. From the **Transaction List** screen, select the check box next to the wire(s) or batch(es) of wires.

Flagstar Bank Logout »

Transaction List | Single Wire | Batch Wire | Wire Repeat | Wire History

Wire Transaction List Help »
Print »

⚠ Non-executed Fed wires exist. You must release wires by 5 PM EDT to receive same day processing.

All Fed wires must be entered and released by 05:00 PM EDT (on business days) for same day processing.

Wire #	Status	Application	Line ID	Value Date	Batch No.	Item Count	Customer Account No.	Amount	Wire Name	Host Ref. No.	Pay
<input checked="" type="checkbox"/> 486	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$5,000.00	Demo Name		
<input type="checkbox"/> 487	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$23,500.00	Demo Name		
<input type="checkbox"/> 485	ENTERED	NEF		06/21/2011			100687352 Operating Account	\$5,429.87	Demo Account		
<input type="checkbox"/> 488	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$1,000.00	Demo Name		
<input type="checkbox"/>	ENTERED	REF		06/21/2011	84	1		\$600.00			

TOP

3. Select **Summary Report**.
4. To print the report, select **Print**.

Business Online Banking Report Date: 06/21/2011
Customer Name: Demo Report Time: 01:33:28 PM

User: ADMIN Wire Summary Report

Single Wire Transactions

Acc	Reference	Application	ABA	Total Amount	Amount	Value Date	Balance	Status	Wire #	Created By	Modified By
REF	Demo Name	1234	32147182	10067302 Payables Account	\$5,000.00	06/21/2011		ENTERED	486	J2109	
Total Amount in Single Wires				\$5,000.00	Total Count in Single Wires						
Grand Total Amount:				\$5,000.00	Grand Total Count:						

Wire History Report

At the end of each business day, all wires (regardless of status) are moved to Wire History. The wires are stored here and can be viewed or printed.

1. From the left-hand navigation, select **Wire Transfer**.
2. From the Feature Menu, select **Wire History**.

Flagstar Bank Logout »

Transaction List | Single Wire | Batch Wire | Wire Repair | **Wire History**

Wire Transaction List

▲ Non-executed Fed wires exist. You must release wires by 5 PM EDT to receive same day processing.

All Fed wires must be entered and released by 05:00 PM EDT (on business days) for same day processing.

Wire #	Status	Application	Line ID	Value Date	Batch No.	Items Count	Customer Account No.	Amount	Item Name	Host Ref. No.
486	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$5,000.00	Demo Name	
487	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$23,900.00	Demo Name	
485	ENTERED	NEF		06/21/2011			100687355 Operating Account	\$5,428.87	Demo Account	
488	ENTERED	REF	DEMO	06/21/2011			100687302 Payables Account	\$1,000.00	Demo Name	
	ENTERED	SEF		06/21/2011	84	1		\$600.00		

TOP

Wire Activity Reports

The Wire Activity Report features summary and detailed views of incoming and outgoing wires.

Basic Terms and Features

- **Accounts** — the account(s) used for wire activity reporting.
- **Transaction Type** — the type of wire being sent or received.

Note: Depending on security privileges in Business Online Banking, Users may or may not see all screens and options to perform the tasks described below.

Wire Transaction Search

Use Transaction Search to search for a specific wire transaction.

1. From the left-hand navigation, select **Wire Activity**.
2. Select the **Report Type**:
 - **Summary** — summary information, with hyperlink access to detail.
 - **Detail** — detailed information
3. Select the **Sort Field(s)** from the drop-down menu.
4. Select the **Transaction Type** from the drop-down menu.
5. Select optional fields **From Date** and **To Date** if running a date range.
6. Select an **Account Number** or **All Accounts** from the drop-down menu.
7. Select optional fields **From Amount**, **To Amount**, and **Host Reference Number**.
8. Select **Display**.

The screenshot shows the Flagstar Bank website's 'Wire Transaction Search' page. The page has a navigation menu on the left with options like Home, Balances, Transfers, Reporting, Stops and Inquiries, Positive Pay, Online Statements, ACH Payments, Wire Transfers, Wire Activity (highlighted), Remote Deposit, Bill Payment, and Setup. The main content area is titled 'Wire Transaction Search' and contains a 'Search Criteria' section. This section includes: 'Report Type' with radio buttons for 'Summary' (selected) and 'Detail'; 'Sort Field(s)' with a dropdown menu set to 'Choose Sort Field'; 'Transaction Type' with a dropdown menu set to 'All Transaction Types'; 'From Date' and 'To Date' input fields; 'Account Number' with a dropdown menu set to 'All Accounts' and a 'Lookup' button; 'From Amount' and 'To Amount' input fields; and 'Host Reference Number' input field. There is also a 'Mark Wire(s) Viewed' checkbox and a 'required' label. At the bottom of the search criteria, there are 'Display' and 'Reset' buttons. The top right corner of the page has a 'Logout' link and 'Help' and 'Print' links.

9. To print the report, select **Print**.

Wire Activity Report

1. From the left-hand navigation, select **Wire Activity**. From the Feature Menu, select **Wire Activity Report**.
2. Select the **Date**
3. Select the **Report Type**:
 - **Summary** — summary information, with hyperlink access to detail
 - **Detail** — detailed information.
4. Deselect the check box **Mark Wire(s) Viewed** if others will also view these wires.
5. Select optional fields **From Amount** and **To Amount**.
6. Select **Transaction Sort** from the drop down menu.
7. Select the check box next to the **Account Numbers** to be viewed.

8. Select Display.

Flagstar Bank

Wire Activity

Wire Activity Criteria Selection

Date: 08/21/2011

Report Type: Summary Detail

From Amount: To Amount:

Transaction Sort: Choose Transaction Sort

Account(s):

Account Number	Account Name
<input checked="" type="checkbox"/>	All Accounts
<input type="checkbox"/>	100687302 Payables Account
<input type="checkbox"/>	100687344 Payroll Account
<input type="checkbox"/>	100687352 Operating Account

Account Lookup

Display Reset

Mark Wire(s) Viewed:

Help »
Print »

9. To print the report, select Print.

New Wire Activity Report

Use the New Wire Activity Report to view new wires that have been received by Flagstar since the last viewing.

1. From the left-hand navigation, select **Wire Activity**. From the Feature Menu, select **New Wire Activity Report**.
2. Select the **Report Type**:
 - **Summary** — summary information, with hyperlink access to detail.
 - **Detail** — detailed information.
3. Deselect the check box **Mark Wire(s) Viewed** if others will also view these wires.
4. Select **Transaction Sort** from the drop-down menu.
5. Select the check box next to the **Account Numbers** to be viewed.
6. Select **Display**.

Flagstar Bank

New Wire Activity

New Wire Activity Criteria Selection

Date: 06/21/2011

Report Type: Summary Detail

Transaction Sort: Choose Transaction Sort

Account(s):

Account Number	Account Name
<input checked="" type="checkbox"/>	All Accounts
<input type="checkbox"/>	100687302 Payables Account
<input type="checkbox"/>	100687344 Payroll Account
<input type="checkbox"/>	100687352 Operating Account

Account Lookup

Display Reset

Mark Wire(s) Viewed:

Help »
Print »

7. To print the report, select Print.



**FLAGSTAR'S
GOVERNMENT BANKING CHECKING- MAX
HISTORY**

INTEREST RATE BASED ON 365-DAY CALCULATION

Date	\$0-999		\$1,000-9,999		\$10,000-24,999		\$25,000-49,999		\$50,000-749,999		\$750,000+	
	Rate	APY	Rate	APY	Rate	APY	Rate	APY	Rate	APY	Rate	APY
2014												
February 21	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.40%	0.40%
February 7	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.35%	0.35%
2013												
July 12	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%
June 21	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.35%	0.40%	0.40%
March 15	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	0.40%	0.45%	0.45%



FLAGSTAR'S GOVERNMENT BANKING'S CD HISTORY
INTEREST RATE BASED ON 360-DAY CALCULATION

Date	7-29 Days	30-59 Days	60-89 Days	90-119 Days	120-149 Days	150-179 Days	180-269 Days	270-364 Days	12-17 Months	18-23 Months	24-29 Months	30-35 Months	36-48 Months
2014													
February 21, 2014	0.20	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.55	0.60	0.70	0.80
February 14, 2014	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
February 7, 2014	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
January 31, 2014	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
January 24, 2014	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
January 17, 2014	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
January 10, 2014	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
January 3, 2014	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
2013													
December 27, 2013	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
December 20, 2013	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
December 13, 2013	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
December 6, 2013	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
November 29, 2013	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
November 22, 2013	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
November 15, 2013	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
November 8, 2013	0.10	0.20	0.25	0.35	0.35	0.35	0.40	0.40	0.50	0.50	0.50	0.50	0.50
November 1, 2013	0.10	0.15	0.20	0.30	0.30	0.30	0.35	0.35	0.45	0.45	0.45	0.45	0.45
October 25, 2013	0.10	0.15	0.20	0.30	0.30	0.30	0.35	0.35	0.45	0.45	0.45	0.45	0.45
October 11, 2013	0.10	0.15	0.20	0.30	0.30	0.30	0.35	0.35	0.45	0.45	0.45	0.45	0.45
October 4, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
September 27, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
September 20, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
September 13, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
September 6, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
August 30, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
August 23, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
August 16, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
August 9, 2013	0.10	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
August 2, 2013	0.10	0.10	0.15	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20
July 26, 2013	0.10	0.10	0.15	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20
July 19, 2013	0.10	0.10	0.15	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20
July 12, 2013	0.15	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20
July 5, 2013	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
June 28, 2013	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
June 21, 2013	0.15	0.20	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
June 14, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
June 7, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
May 31, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
May 24, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30

Date	7-29	30-59	60-89	90-119	120-149	150-179	180-269	270-364	12-17	18-23	24-29	30-35	36-48
	Days	Days	Days	Days	Days	Days	Days	Days	Months	Months	Months	Months	Months
May 17, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
May 10, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
May 3, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
April 26, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
April 19, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
April 12, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
April 5, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
March 29, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
March 22, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
March 15, 2013	0.15	0.20	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
March 8, 2013	0.20	0.20	0.25	0.30	0.30	0.30	0.35	0.35	0.35	0.35	0.35	0.35	0.35
March 1, 2013	0.20	0.20	0.25	0.30	0.30	0.30	0.35	0.35	0.35	0.35	0.35	0.35	0.35
February 22, 2013	0.25	0.25	0.30	0.35	0.35	0.40	0.40	0.40	0.40	0.40	0.40	0.40	0.40
February 15, 2013	0.25	0.30	0.40	0.45	0.45	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
February 8, 2013	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
February 1, 2013	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
January 25, 2013	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
January 18, 2013	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
January 11, 2013	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
January 4, 2013	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
2012													
December 28, 2012	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
December 21, 2012	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
December 14, 2012	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
December 7, 2012	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
November 30, 2012	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
November 23, 2012	0.30	0.35	0.45	0.50	0.50	0.55	0.55	0.55	0.55	0.55	0.55	0.55	0.55
November 16, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
November 9, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
November 2, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
October 24, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
October 17, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
October 12, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
October 5, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
September 28, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
September 21, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
September 14, 2012	0.30	0.35	0.35	0.40	0.40	0.45	0.55	0.55	0.55	0.55	0.55	0.55	0.55
September 7, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
August 31, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
August 24, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
August 17, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
August 10, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
August 3, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
July 27, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
July 20, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
July 13, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
July 6, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
June 29, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75

Date	7-29	30-59	60-89	90-119	120-149	150-179	180-269	270-364	12-17	18-23	24-29	30-35	36-48
	Days	Days	Days	Days	Days	Days	Days	Days	Months	Months	Months	Months	Months
June 22, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
June 15, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
June 8, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
June 1, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
May 23, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
May 18, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
May 11, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
May 4, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
April 27, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
April 20, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
April 13, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
April 6, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
March 30, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
March 23, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
March 16, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
March 9, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
March 2, 2012	0.35	0.40	0.40	0.45	0.45	0.50	0.60	0.65	0.70	0.75	0.75	0.75	0.75
February 24, 2012	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	0.75	0.75	0.75	0.75
February 17, 2012	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	0.75	0.75	0.75	0.75
February 10, 2012	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	0.75	0.75	0.75	0.75
February 3, 2012	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	0.75	0.75	0.75	0.75
January 27, 2012	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	0.75	0.75	0.75	0.75
January 18, 2012	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	0.75	0.75	0.75	0.75
January 13, 2012	0.25	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	0.75	0.75	0.75	0.75
January 11, 2012	0.30	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
January 4, 2012	0.35	0.50	0.50	0.55	0.55	0.55	0.75	0.80	0.85	1.15	1.15	1.40	1.40
2011													
December 28, 2011	0.35	0.50	0.50	0.55	0.55	0.55	0.75	0.80	0.85	1.15	1.15	1.40	1.40
December 21, 2011	0.35	0.50	0.50	0.55	0.55	0.55	0.75	0.80	0.85	1.15	1.15	1.40	1.40
December 14, 2011	0.35	0.50	0.50	0.55	0.55	0.55	0.75	0.80	0.85	1.15	1.15	1.40	1.40
December 7, 2011	0.35	0.50	0.50	0.55	0.55	0.55	0.75	0.80	0.85	1.15	1.15	1.40	1.40
November 30, 2011	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	1.05	1.05	1.30	1.30
November 23, 2011	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	1.05	1.05	1.30	1.30
November 16, 2011	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	1.05	1.05	1.30	1.30
November 9, 2011	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	1.05	1.05	1.30	1.30
November 2, 2011	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	1.05	1.05	1.30	1.30
October 26, 2011	0.35	0.40	0.40	0.45	0.45	0.45	0.65	0.70	0.75	1.05	1.05	1.30	1.30
October 19, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
October 12, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
October 5, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
September 28, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
September 21, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
September 14, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
September 7, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
August 31, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
August 24, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
August 17, 2011	0.40	0.45	0.45	0.50	0.50	0.50	0.70	0.75	0.80	1.10	1.10	1.35	1.35
August 10, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.60	0.65	0.70	0.95	0.95	1.20	1.20

Date	7-29	30-59	60-89	90-119	120-149	150-179	180-269	270-364	12-17	18-23	24-29	30-35	36-48
	Days	Days	Days	Days	Days	Days	Days	Days	Months	Months	Months	Months	Months
August 3, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.60	0.65	0.70	0.95	0.95	1.20	1.20
July 27, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.60	0.65	0.70	0.95	0.95	1.20	1.20
July 20, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.60	0.65	0.70	0.95	0.95	1.20	1.20
July 13, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.60	0.65	0.70	0.95	0.95	1.20	1.20
July 6, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
June 29, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
June 22, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
June 15, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
June 8, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
June 1, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
May 25, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
May 18, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
May 11, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
May 4, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
April 27, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
April 20, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
April 13, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
April 6, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
March 30, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
March 23, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
March 16, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
March 9, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
March 2, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
February 23, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
February 16, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
February 9, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
February 2, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
January 26, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
January 19, 2011	0.30	0.35	0.35	0.40	0.40	0.40	0.50	0.55	0.60	0.95	0.95	1.20	1.20
January 12, 2011	0.35	0.40	0.40	0.45	0.45	0.45	0.55	0.60	0.65	1.00	1.00	1.25	1.25
January 1, 2011	0.35	0.40	0.40	0.45	0.45	0.45	0.55	0.60	0.65	1.00	1.00	1.25	1.25
2010													
December 29, 2010	0.35	0.40	0.40	0.45	0.45	0.45	0.55	0.60	0.65	1.00	1.00	1.25	1.25
December 22, 2010	0.35	0.40	0.40	0.45	0.45	0.45	0.55	0.60	0.65	1.00	1.00	1.25	1.25
December 15, 2010	0.35	0.40	0.40	0.45	0.45	0.45	0.55	0.60	0.65	1.00	1.00	1.25	1.25
December 8, 2010	0.35	0.40	0.40	0.45	0.45	0.45	0.55	0.60	0.65	1.00	1.00	1.25	1.25
December 1, 2010	0.35	0.40	0.40	0.45	0.45	0.45	0.55	0.60	0.65	1.00	1.00	1.25	1.25
November 24, 2010	0.25	0.30	0.30	0.35	0.35	0.35	0.45	0.50	0.55	0.90	0.90	1.15	1.15
November 17, 2010	0.25	0.30	0.30	0.35	0.35	0.35	0.45	0.50	0.55	0.90	0.90	1.15	1.15
November 10, 2010	0.25	0.30	0.30	0.35	0.35	0.35	0.45	0.50	0.55	0.90	0.90	1.15	1.15
November 3, 2010	0.25	0.30	0.30	0.35	0.35	0.35	0.45	0.50	0.55	0.90	0.90	1.15	1.15
October 27, 2010	0.25	0.30	0.30	0.35	0.35	0.35	0.45	0.50	0.55	0.90	0.90	1.15	1.15
October 20, 2010	0.25	0.30	0.30	0.35	0.35	0.35	0.45	0.50	0.55	0.90	0.90	1.15	1.15
October 13, 2010	0.25	0.30	0.30	0.35	0.35	0.35	0.45	0.50	0.55	0.90	0.90	1.15	1.15
October 6, 2010	0.20	0.20	0.20	0.30	0.30	0.30	0.40	0.40	1.05	1.41	1.41	1.78	1.78
September 29, 2010	0.20	0.20	0.20	0.30	0.30	0.30	0.40	0.40	1.05	1.41	1.41	1.78	1.78
September 23, 2010	0.20	0.20	0.20	0.30	0.30	0.30	0.40	0.40	1.05	1.41	1.41	1.78	1.78
September 22, 2010	0.25	0.25	0.25	0.35	0.35	0.35	0.45	0.45	1.10	1.46	1.46	1.83	1.83

Date	7-29	30-59	60-89	90-119	120-149	150-179	180-269	270-364	12-17	18-23	24-29	30-35	36-48
	Days	Days	Days	Days	Days	Days	Days	Days	Months	Months	Months	Months	Months
September 15, 2010	0.25	0.25	0.25	0.35	0.35	0.35	0.45	0.45	1.10	1.46	1.46	1.83	1.83
September 8, 2010	0.30	0.30	0.30	0.40	0.40	0.40	0.50	0.50	1.20	1.56	1.56	1.93	1.93
September 3, 2010	0.30	0.30	0.30	0.40	0.40	0.40	0.50	0.50	1.20	1.56	1.56	1.93	1.93
September 1, 2010	0.30	0.30	0.30	0.40	0.40	0.40	0.50	0.50	1.20	1.56	1.56	1.93	1.93
August 25, 2010	0.35	0.35	0.35	0.45	0.45	0.45	0.55	0.55	1.30	1.66	1.66	2.03	2.03
August 18, 2010	0.45	0.45	0.45	0.55	0.55	0.55	0.65	0.65	1.40	1.76	1.76	2.13	2.13
August 11, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
August 4, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
July 28, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
July 21, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
July 14, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
July 7, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
June 30, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
June 23, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
June 16, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
June 9, 2010	0.55	0.55	0.55	0.65	0.65	0.65	0.75	0.75	1.50	1.86	1.86	2.23	2.23
June 2, 2010	0.35	0.37	0.37	0.49	0.49	0.49	0.68	0.68	1.45	1.86	1.86	2.23	2.23
May 26, 2010	0.35	0.37	0.37	0.49	0.49	0.49	0.68	0.68	1.45	1.86	1.86	2.23	2.23
May 19, 2010	0.35	0.37	0.37	0.49	0.49	0.49	0.68	0.68	1.45	1.86	1.86	2.23	2.23
May 12, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
May 5, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
April 28, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
April 21, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
April 14, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
April 7, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
March 31, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
March 24, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
March 17, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
March 10, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
March 3, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
February 24, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
February 17, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
February 10, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
February 3, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
January 27, 2010	0.25	0.27	0.27	0.39	0.39	0.39	0.58	0.58	1.35	1.76	1.76	2.13	2.13
January 20, 2010	0.05	0.07	0.07	0.14	0.14	0.14	0.43	0.43	1.05	1.36	1.58	1.73	1.88
January 13, 2010	0.05	0.07	0.07	0.14	0.14	0.14	0.43	0.43	1.05	1.36	1.58	1.73	1.88
January 6, 2010	0.40	0.42	0.42	0.49	0.49	0.49	0.78	0.78	1.50	1.81	2.03	2.18	2.33
2009													
December 30, 2009	0.05	0.10	0.10	0.15	0.20	0.20	0.30	0.45	0.70	0.95	1.30	1.20	1.85
December 23, 2009	0.05	0.10	0.10	0.15	0.20	0.20	0.30	0.45	0.70	0.95	1.30	1.20	1.85
December 16, 2010	0.05	0.10	0.10	0.15	0.20	0.20	0.30	0.45	0.70	0.95	1.30	1.20	1.85
December 9, 2009	0.10	0.15	0.20	0.25	0.30	0.30	0.40	0.55	0.80	1.10	1.60	1.50	2.15
December 7, 2009	0.15	0.20	0.25	0.30	0.35	0.35	0.45	0.60	0.85	1.15	1.65	1.55	2.20
November 25, 2009	0.40	0.50	0.60	0.65	0.70	0.70	0.80	0.95	1.20	1.50	2.00	1.25	2.55
November 17, 2009	0.45	0.55	0.65	0.70	0.75	0.75	0.85	1.00	1.25	1.55	2.05	1.30	2.60
November 4, 2009	0.45	0.55	0.65	0.70	0.75	0.75	0.85	1.00	1.25	1.55	2.05	1.30	2.60
October 22, 2009	0.45	0.55	0.65	0.70	0.75	0.75	0.85	1.00	1.25	1.55	2.05	1.30	2.60

Date	7-29	30-59	60-89	90-119	120-149	150-179	180-269	270-364	12-17	18-23	24-29	30-35	36-48
	Days	Days	Days	Days	Days	Days	Days	Days	Months	Months	Months	Months	Months
September 16, 2009	0.40	0.50	0.60	0.65	0.70	0.70	0.80	0.95	1.20	1.50	2.00	1.25	2.55
September 15, 2009	0.50	0.60	0.70	0.75	0.80	0.80	0.90	1.05	1.30	1.60	2.10	1.35	2.65
September 1, 2009	0.20	0.25	0.25	0.25	0.30	0.50	0.60	0.85	1.10	1.10	1.15	1.25	1.55
August 26, 2009	0.35	0.45	0.55	0.60	0.30	0.50	0.60	0.85	1.10	1.10	1.15	1.25	1.55
August 21, 2009	0.55	0.65	0.90	0.95	0.30	0.50	0.60	0.85	1.10	1.10	1.15	1.25	1.55
July 22, 2009	0.20	0.25	0.25	0.25	0.30	0.50	0.60	0.85	1.10	1.10	1.15	1.25	1.55
July 15, 2009	0.19	0.24	0.15	0.16	0.34	0.52	0.64	0.92	1.36	1.30	1.25	1.56	1.88
July 8, 2009	0.2	0.25	0.18	0.18	0.35	0.53	0.66	0.91	1.34	1.25	1.16	1.46	1.77
July 1, 2009	0.21	0.26	0.21	0.24	0.42	0.59	0.74	1.00	1.44	1.40	1.37	1.68	2.00
June 24, 2009	0.21	0.26	0.23	0.25	0.45	0.63	0.78	1.04	1.49	1.46	1.44	1.77	2.10
June 17, 2009	0.21	0.26	0.25	0.26	0.48	0.65	0.81	1.08	1.54	1.51	1.47	1.78	2.10
June 10, 2009	0.22	0.27	0.28	0.29	0.54	0.72	0.88	1.16	1.64	1.64	1.64	2.00	2.35
June 3, 2009	0.33	0.37	0.39	0.64	0.65	0.82	0.96	1.15	1.53	1.31	1.10	1.52	1.94
May 27, 2009	0.32	0.37	0.41	0.42	0.70	0.88	1.02	1.20	1.58	1.44	1.31	1.58	1.84
May 20, 2009	0.31	0.36	0.45	0.47	0.73	0.90	0.99	1.15	1.50	1.33	1.15	1.42	1.68
May 13, 2009	0.34	0.39	0.60	0.63	0.89	1.05	1.16	1.33	1.68	1.46	1.24	1.46	1.68
May 6, 2009	0.35	0.40	0.65	0.67	0.91	1.10	1.21	1.37	1.72	1.54	1.36	1.59	1.83
April 29, 2009	0.37	0.42	0.69	0.73	0.97	1.17	1.28	1.44	1.79	1.59	1.39	1.59	1.80
April 22, 2009	0.29	0.34	0.63	0.70	0.93	1.14	1.26	1.42	1.77	1.54	1.36	1.55	1.73
April 15, 2009	0.20	0.25	0.54	0.61	0.85	1.03	1.15	1.29	1.61	1.37	1.12	1.28	1.45
April 8, 2009	0.21	0.26	0.55	0.64	0.88	1.06	1.19	1.31	1.66	1.43	1.19	1.36	1.54
April 1, 2009	0.25	0.30	0.58	0.68	0.90	1.07	1.22	1.31	1.65	1.36	1.08	1.23	1.38
March 25, 2009	0.27	0.32	0.62	0.73	0.95	1.12	1.28	1.39	1.73	1.48	1.22	1.39	1.55
March 18, 2009	0.30	0.35	0.65	0.79	1.03	1.20	1.36	1.52	1.88	1.64	1.40	1.57	1.75
March 11, 2009	0.31	0.36	0.67	0.83	1.10	1.25	1.43	1.59	1.96	1.71	1.47	1.64	1.81
March 4, 2009	0.27	0.32	0.63	0.78	1.03	1.16	1.32	1.46	1.82	1.58	1.35	1.54	1.72
February 25, 2009	0.28	0.48	0.66	0.96	1.20	1.33	1.47	1.62	1.77	1.56	1.35	1.52	1.70
February 18, 2009	0.57	0.77	0.95	1.25	1.48	1.61	1.78	1.95	2.10	1.84	1.59	1.75	1.91
February 11, 2009	0.70	0.90	1.09	1.38	1.60	1.72	1.88	2.02	2.17	1.96	1.75	1.92	2.09
February 4, 2009	0.90	1.10	1.30	1.59	1.81	1.95	2.12	2.28	2.44	2.22	2.00	2.18	2.37
January 28, 2009	0.86	1.06	1.26	1.53	1.73	1.88	2.03	2.19	2.32	2.07	1.82	2.00	2.18
January 21, 2009	0.81	1.01	1.22	1.48	1.65	1.79	1.91	2.07	2.19	1.97	1.75	1.91	2.07
January 14, 2009	0.78	0.98	1.19	1.43	1.58	1.70	1.82	1.98	2.10	1.87	1.65	1.82	1.99
January 7, 2009	0.66	0.76	1.32	1.65	1.76	1.89	2.00	2.14	2.25	1.97	1.70	1.87	2.03



**GOVERNMENT BANKING'S
CDARS® MAX
HISTORY**

Date	Settlement Date	4 weeks	13 weeks	26 weeks	52 weeks	104 weeks	156 weeks
2014							
February 19, 2014	February 27, 2014	0.08	0.23	0.30	0.40	0.45	0.55
February 12, 2014	February 20, 2014	0.08	0.18	0.26	0.36	0.36	0.36
February 5, 2014	February 13, 2014	0.08	0.18	0.26	0.36	0.36	0.36
January 29, 2014	February 6, 2014	0.08	0.18	0.23	0.23	0.23	0.23
January 22, 2014	January 30, 2014	0.08	0.18	0.23	0.23	0.23	0.23
January 15, 2014	January 23, 2014	0.05	0.15	0.20	0.20	0.20	0.20
January 8, 2014	January 16, 2014	0.05	0.15	0.20	0.20	0.20	0.20
January 1, 2014	January 9, 2014	0.05	0.15	0.20	0.20	0.20	0.20
2013							
December 25, 2013	January 2, 2014	0.05	0.15	0.20	0.20	0.20	0.20
December 18, 2013	December 26, 2013	0.05	0.15	0.20	0.20	0.20	0.20
December 11, 2013	December 19, 2013	0.05	0.15	0.20	0.20	0.20	0.20
December 4, 2013	December 12, 2013	0.05	0.15	0.20	0.20	0.20	0.20
November 27, 2013	December 5, 2013	0.05	0.15	0.20	0.20	0.20	0.20
November 20, 2013	November 29, 2013	0.05	0.15	0.20	0.20	0.20	0.20
November 13, 2013	November 21, 2013	0.05	0.15	0.20	0.20	0.20	0.20
November 6, 2013	November 14, 2013	0.05	0.15	0.20	0.20	0.20	0.20
October 30, 2013	November 7, 2013	0.05	0.15	0.20	0.20	0.20	0.20
October 23, 2013	October 31, 2013	0.05	0.15	0.20	0.20	0.20	0.20
October 16, 2013	October 24, 2013	0.05	0.15	0.20	0.20	0.20	0.20
October 9, 2013	October 17, 2013	0.05	0.10	0.15	0.15	0.15	0.15
October 2, 2013	October 10, 2013	0.05	0.10	0.15	0.15	0.15	0.15
September 25, 2013	October 3, 2013	0.05	0.10	0.15	0.15	0.15	0.15
September 18, 2013	September 26, 2013	0.05	0.10	0.15	0.15	0.15	0.15
September 11, 2013	September 19, 2013	0.05	0.10	0.15	0.15	0.15	0.15
September 4, 2013	September 12, 2013	0.05	0.10	0.15	0.15	0.15	0.15
August 28, 2013	September 5, 2013	0.05	0.10	0.15	0.15	0.15	0.15
August 21, 2013	August 29, 2013	0.05	0.10	0.15	0.15	0.15	0.15
August 14, 2013	August 22, 2013	0.05	0.10	0.15	0.15	0.15	0.15
August 7, 2013	August 15, 2013	0.05	0.10	0.15	0.15	0.15	0.15



Financial News Story

Flagstar Reports Fourth Quarter 2013 Net Income of \$160.5 Million or \$2.77 per Diluted Share

TROY, Mich., Jan. 22, 2014 /PRNewswire/

- Recaptured deferred tax asset
- Implemented organizational restructuring as part of ongoing cost optimization efforts, on track to achieve high end of expense reduction target by first quarter 2014
- Prepaid \$2.9 billion in long-term FHLB advances, anticipated to provide \$60 to \$80 million in annualized net interest income benefit

Flagstar Bancorp, Inc. (NYSE:FBC) ("the Company"), the holding company for Flagstar Bank, FSB (the "Bank"), today reported fourth quarter 2013 net income applicable to common stockholders of \$160.5 million, or \$2.77 per share (diluted), as compared to income of \$12.8 million, or \$0.16 per share (diluted), in the third quarter 2013 and a loss of \$(94.2) million, or a loss of \$(1.75) per share (diluted), in the fourth quarter 2012. The full year 2013 net income applicable to common stockholders was \$261.2 million, or \$4.37 per share (diluted), as compared to a full year 2012 net income applicable to common stockholders of \$62.7 million, or \$0.87 per share (diluted). Book value per common share increased to \$20.66 at December 31, 2013, as compared to \$17.96 at September 30, 2013 and \$16.12 at December 31, 2012.

"During 2013, we achieved important strategic and operational progress: improved the Company's risk profile, strengthened the balance sheet, built capital, eliminated valuation overhangs and optimized our cost structure," said Sandro DiNello, the Company's President and Chief Executive Officer. "I am pleased with all that we accomplished in 2013, and I believe the Company has turned a corner and is poised for growth and success in 2014 and beyond. Having taken the necessary steps to position our Company for sustainable growth over the long-term, and with a continued commitment to building on our culture of compliance, our focus now can shift to prudently redeploying excess capital, leveraging the balance sheet with our core businesses and increasing our share of wallet. As we execute on these objectives, we will adhere to our core commitment to serving our customers and communities with an emphasis on quality, care and pride."

Mr. DiNello continued, "Despite the near-term impact of initiatives designed to position the Company for long-term success, as well as a challenging mortgage market, we delivered net income of \$261 million for the year and drove a 28 percent increase in book value per share from 2012. We also increased our Tier 1 leverage ratio, lowered our MSR concentration, reduced operating costs and improved our asset quality and allowance coverage ratios."

"While a decision to restructure the organization is never taken lightly, the cost savings from the workforce reductions, together with those already realized from our vendor management and procurement initiatives, the outsourcing of default servicing and other variable cost decreases, put us on track to achieve the high-end of our previously provided guidance for 2014 of \$145 million to \$190 million in annualized non-interest expense savings," added Lee Smith, the Bank's Chief Operating Officer.

Flagstar Bank

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Financial News Story

FOURTH QUARTER 2013 HIGHLIGHTS:

- Net income applicable to common stockholders increased to \$160.5 million, as compared to \$12.8 million in the prior quarter, primarily attributable to several significant items:
 - Tax benefit of \$410.4 million, primarily due to the full reversal of the federal deferred tax asset ("DTA") valuation allowance and a partial reversal of the state DTA valuation allowance.
 - Loss on extinguishment of debt of \$177.6 million (included in non-interest expense) from the prepayment of \$2.9 billion in long-term fixed-rate Federal Home Loan Bank ("FHLB") advances.
 - Incremental non-interest expense of \$61.0 million related to the estimated fair value liability associated with a lending-related legal settlement reached in February 2012 with the Department of Justice ("DOJ Settlement").
 - Benefit (included in non-interest income) of approximately \$24.9 million associated with the previously announced settlement agreements with Fannie Mae and Freddie Mac.
- Net gain on loan sales decreased to \$44.8 million, as compared to \$75.1 million in the prior quarter:
 - Total mortgage originations decreased to \$6.4 billion, as compared to \$7.7 billion in the prior quarter.
 - Gain on sale margin (based on fallout-adjusted rate locks) decreased to 0.85 percent, as compared to 1.14 percent in the prior quarter.
- Sold \$53.4 billion in aggregate unpaid principal balance of mortgage servicing rights ("MSR"):
 - Ratio of MSR-to-Tier 1 capital reduced to 22.6 percent, as compared to 56.8 percent in the prior quarter (see non-GAAP reconciliation).
 - Includes the previously announced bulk sale of MSRs of \$40.7 billion, in which the Company will remain the sub-servicer of the loans.
- Excluding the effect of the loss on extinguishment of debt and the expense related to the DOJ settlement noted above, non-interest expense decreased to \$150.1 million, as compared to \$158.4 million in the prior quarter, consistent with the Company's ongoing cost optimization efforts.
- Tier 1 leverage ratio increased to 13.97 percent, as compared to 11.98 percent in the prior quarter.
- Continued improvement in asset quality:
 - Net charge-offs decreased to \$14.1 million, as compared to \$40.1 million in the prior quarter.
 - Non-performing assets decreased to \$182.3 million, as compared to \$205.3 million in the prior quarter.
 - Ratio of allowance for loan losses to non-performing loans held-for-investment at 145.9 percent.

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Significant Items:

REVERSAL OF VALUATION ALLOWANCE ON DTA

During the fourth quarter 2013, the Company reversed 100 percent of the valuation allowance on its federal DTA and a portion of its state DTA, which had been previously established as of September 30, 2009.

As a result, net income was increased due to the recording of a \$410.4 million benefit for income taxes.

This benefit was comprised of a \$355.8 DTA valuation allowance reversal, or \$6.28 per diluted share, as of January 1, 2013 and the current period benefit for income taxes of \$54.6 million.

DOJ SETTLEMENT LIABILITY

In February 2012, the Bank entered into the DOJ settlement. As part of the settlement, the Bank agreed to make payments totaling \$118.0 million, contingent upon the occurrence of certain future events, including the reversal of the valuation allowance on the DTA. As a result of the fourth quarter 2013 reversal of the DTA valuation allowance, the Company increased the fair value liability associated with its DOJ Settlement by \$61.0 million. The total fair value of the DOJ settlement liability was increased to \$93.0 million for the fourth quarter 2013, as compared to \$28.5 million for the third quarter 2013, resulting in total non-interest expense of \$64.5 million for the fourth quarter 2013.

SETTLEMENTS WITH FANNIE MAE AND FREDDIE MAC

On November 6, 2013, the Company announced that the Bank had entered into a settlement agreement with Fannie Mae to resolve substantially all of the repurchase requests and obligations associated with loans originated between January 1, 2000 and December 31, 2008 and sold to Fannie Mae. The total resolution amount was \$121.5 million. After paid claim credits and other adjustments, the Bank paid \$93.5 million to Fannie Mae.

On December 30, 2013, the Company announced that the Bank had entered into a settlement agreement with the Federal Home Loan Mortgage Corporation ("Freddie Mac") to resolve substantially all of the repurchase requests and obligations associated with loans originated between January 1, 2000 and December 31, 2008 and sold to Freddie Mac. The total resolution amount was \$10.8 million. After paid claim credits and other adjustments, the Bank paid \$8.9 million to Freddie Mac.

As a result of these settlements, the Company released approximately \$24.9 million of previously recognized reserves.

ORGANIZATIONAL RESTRUCTURING

On January 16, 2014, the Company announced that it had implemented an organizational restructuring to reduce expenses in light of the current operating environment and consistent with its previously communicated strategy of optimizing its cost structure across all business lines. As part of this restructuring initiative, the Company has reduced full-time equivalents by approximately 350 during the first quarter 2014, which did not impact the 2013 financial results. Including the restructuring completed in the first quarter 2014, the Company has reduced staffing levels across the organization by approximately 600 full-time equivalents from its September 30, 2013 level.

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The Company estimates this restructuring initiative will generate annualized cost savings of approximately \$40 million, the majority of which was not reflected in the 2013 financial results. The Company also estimates it will incur a total pre-tax charge of \$5.2 million related to this restructuring initiative, of which \$1.4 million was expensed in the fourth quarter 2013.

SALE OF MORTGAGE SERVICING RIGHTS

On December 18, 2013, the Bank entered into a definitive agreement to sell \$40.7 billion unpaid principal balance of its MSR portfolio to Matrix Financial Services Corporation, a wholly owned subsidiary of Two Harbors Investment Corp. Covered under the agreement are certain mortgage loans serviced for both Fannie Mae and Ginnie Mae, originated primarily after 2010. Simultaneously, the Bank entered into an agreement with Matrix to sub-service the residential mortgage loans covered under the agreement to sell.

PREPAYMENT OF FHLB ADVANCES

During the fourth quarter 2013, the Company prepaid \$2.9 billion in long-term FHLB advances with an average coupon of 3.29 percent, which resulted in a \$177.6 million loss on extinguishment of debt (included in non-interest expense).

NET INTEREST INCOME

Fourth quarter 2013 net interest income decreased to \$41.2 million, as compared to \$42.7 million for the third quarter 2013 and \$73.9 million for the fourth quarter 2012. The decrease from the prior quarter is primarily due to lower average balances in the mortgage loans available-for-sale and warehouse loans held-for-investment portfolios, and a lower yield on loans repurchased with government guarantees.

Net interest margin for the Bank increased to 1.80 percent for fourth quarter 2013, as compared to 1.68 percent for the third quarter 2013 and decreased from 2.26 percent for the fourth quarter 2012. The decrease from the prior quarter was driven primarily by a decrease in the average cost of deposits.

The average cost of funds for the fourth quarter 2013 was 1.44 percent, as compared 1.58 percent for the third quarter 2013 and 1.60 percent for the fourth quarter 2012. The decrease from the prior quarter was primarily due to the run-off of retail certificates of deposits and wholesale deposits, both of which carry higher rates, and a lower average rate paid on savings accounts. The average cost of total deposits decreased to 0.50 percent for the fourth quarter 2013, as compared to 0.67 percent for the third quarter 2013 and 0.86 percent for the fourth quarter 2012.

NON-INTEREST INCOME

Fourth quarter 2013 non-interest income decreased to \$113.1 million, as compared to \$134.3 million for the third quarter 2013 and \$285.8 million for the fourth quarter 2012. The decrease from the prior quarter was driven by a decrease in net gain on loan sales and an increase in net transaction costs on sales of MSRs, partially offset by a decrease in representation and warranty provision - change in estimate (discussed in Credit-Related Costs and Asset Quality).

Flagstar Bank

Corporate Headquarters
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Troy, MI 48098
(800) 642-0039

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Fourth quarter 2013 net gain on loan sales decreased to \$44.8 million, as compared to \$75.1 million for the third quarter 2013 and \$239.0 million for the fourth quarter 2012. The decrease from the prior quarter reflects both a lower level of mortgage rate lock commitments and a decrease in gain on loan sale margin.

Mortgage originations decreased to \$6.4 billion for the fourth quarter 2013, as compared to \$7.7 billion for third quarter 2013 and \$15.4 billion for the fourth quarter 2012. The 16.8 percent decrease from the prior quarter was driven primarily by a decline in refinance originations, reflecting the rising mortgage interest rate environment during the fourth quarter. Purchase originations increased to 57.1 percent of overall residential first mortgage originations in the fourth quarter 2013, from 47.6 percent in the prior quarter.

Gain on loan sale income is driven by rate lock commitments net of estimated cancellations, or "fallout-adjusted locks", as the Company uses fair value accounting to account for the majority of its mortgage business. Fallout-adjusted locks were \$5.3 billion for the fourth quarter 2013, a 19.8 percent decrease from the third quarter 2013.

Gain on loan sale margin (based on the amount of fallout-adjusted locks) decreased to 0.85 percent for the fourth quarter 2013, as compared to 1.14 percent for the third quarter 2013 and 1.90 percent for the fourth quarter 2012. The decrease from the prior quarter was driven primarily by mortgage interest rate volatility during the fourth quarter.

Net servicing revenue, which is the combination of loan administration income (including the off-balance sheet hedges of mortgage servicing rights) and the gain (loss) on trading securities (i.e., the on-balance sheet hedges of mortgage servicing rights), was \$28.9 million for the fourth quarter 2013, as compared to \$30.4 million for the third quarter 2013 and \$25.0 million for the fourth quarter 2012. As discussed above, the Company sold \$53.4 billion in aggregate unpaid principal balance of MSRs during the fourth quarter 2013, which improved its ratio of MSR-to-Tier 1 capital to 22.6 percent, as compared to 56.8 percent in the third quarter. As a result, net transaction costs on sales of mortgage servicing rights increased to \$9.0 million for the fourth quarter 2013, as compared to \$1.8 million for the third quarter 2013.

NON-INTEREST EXPENSE

Non-interest expense was \$388.7 million for the fourth quarter 2013, as compared to \$158.4 million for the third quarter 2013 and \$398.0 million for the fourth quarter 2012. Excluding the loss on extinguishment of debt and the incremental expense related to the DOJ litigation liability (discussed in Significant Items), non-interest expense was \$150.1 million, a decrease as compared to \$158.4 million for the third quarter 2013, driven primarily by a decrease in asset resolution expense (discussed in Credit Related Costs and Asset Quality).

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Compensation and benefits increased to \$69.6 million for the fourth quarter 2013, as compared to \$61.6 million for the third quarter 2013, but decreased from \$72.1 million for the fourth quarter 2012. The increase from the prior quarter was primarily due to expense associated with annual incentive compensation.

Commission expense decreased to \$9.4 million for the fourth quarter 2013, as compared to \$12.1 million for the third quarter 2013 and \$22.2 million for the fourth quarter 2012. Loan processing expense also decreased to \$8.8 million for the fourth quarter 2013, as compared to \$10.9 million for the third quarter 2013 and \$18.6 million for the fourth quarter 2012. Commissions and loan processing expense are both driven by mortgage originations, and the decreases were consistent with the decrease in mortgage originations during the fourth quarter 2013.

Fourth quarter 2013 legal and professional expenses increased to \$79.2 million, as compared to \$19.6 million for the third quarter 2013, but decreased from \$213.4 million for the fourth quarter 2012. The increase from the prior quarter was primarily driven by the \$61.0 million in expense related to the fair value liability associated with the DOJ Settlement.

CREDIT-RELATED COSTS AND ASSET QUALITY

For the fourth quarter 2013, total credit-related costs (see non-GAAP reconciliation) decreased to \$2.1 million, as compared to \$25.6 million for the third quarter 2013 and \$97.6 million for the fourth quarter 2012. The decrease from the prior quarter was primarily driven by a decrease in representation and warranty - change in estimate, reflecting the release of reserves of approximately \$24.9 million associated with the settlements with Fannie Mae and Freddie Mac.

At December 31, 2013, the Company's allowance for loan losses was \$207.0 million, unchanged from September 30, 2013 but decreased from \$305.0 million at December 31, 2012. At December 31, 2013, the ratio of the allowance for loan losses to non-performing loans held-for-investment was 145.9 percent, as compared to 152.6 percent at September 30, 2013 and 76.3 percent at December 31, 2012.

Net charge-offs for the fourth quarter decreased to \$14.1 million, as compared to \$40.1 million for the third quarter 2013, and from \$50.4 million for the fourth quarter 2012, driven primarily by a decrease in residential first mortgage loan charge-offs. Provision for loan losses increased to \$14.1 million for the fourth quarter 2013, as compared to \$4.1 million for the prior quarter and \$50.4 million for the fourth quarter 2012. The increase from the prior quarter reflects an increased level of residential first mortgage reserves as the Company continues to refine some of the primary data inputs to its allowance methodology.

Total non-performing loans held-for-investment was \$145.7 million at December 31, 2013, an increase as compared to \$138.8 million at September 30, 2013 and a decrease from \$399.8 million at December 31, 2012. The increase from the prior quarter was driven primarily by an increase in residential first mortgage non-performing loans, partially offset by a decrease in commercial non-performing loans. The ratio of non-performing loans held-for-investment to loans held-for-investment increased to 3.59 percent at December 31, 2013, from 3.46 percent at September 30, 2013 and 7.35 percent at December 31, 2012.

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Real estate-owned and other non-performing assets decreased to \$36.6 million at December 31, 2013, as compared to \$66.5 million at September 30, 2013 and \$120.7 million at December 31, 2012. The decrease from the prior quarter was primarily due to payoffs resulting from liquidations and transfers of real estate-owned properties.

The Company maintains a representation and warranty reserve on the balance sheet, which reflects an estimate of losses that may occur on both loans that have been sold or securitized into the secondary market and those currently in the repurchase pipeline, primarily with the GSEs. At December 31, 2013, the representation and warranty reserve was \$54.0 million, as compared to \$174.0 million at September 30, 2013 and \$193.0 million at December 31, 2012. The decrease from the prior quarter was primarily driven by \$24.9 million in releases of reserves associated with the settlements with Fannie Mae and Freddie Mac (discussed in Significant Items).

Asset resolution expense, which includes expenses associated with foreclosed properties (including the foreclosure claims in process with respect to government insured loans for which the Bank files claims with HUD) was \$3.4 million for the fourth quarter 2013, as compared to \$16.3 million for the third quarter 2013 and from \$21.2 million for the fourth quarter 2012. The decrease from the prior quarter was primarily driven by gains on the sale of commercial real-estate owned properties and a decrease in foreclosure costs associated with loans the Company services for others.

BALANCE SHEET AND FUNDING

Total assets decreased to \$9.4 billion at December 31, 2013, as compared to \$11.8 billion at September 30, 2013. The decrease from the prior quarter was primarily due to a decrease in interest-earning deposits, as the Company used excess cash for the prepayment of FHLB advances, and a decrease in MSRs resulting from the bulk sales completed during the quarter.

Loans repurchased with government guarantees totaled \$1.3 billion at December 31, 2013, as compared to \$1.2 billion at September 30, 2013 and \$1.8 billion at December 31, 2012. This portfolio represents delinquent loans which have been repurchased from Ginnie Mae pools that are insured or guaranteed by the Federal Housing Administration.

Total deposits decreased to \$6.1 billion at December 31, 2013, as compared to \$6.6 billion at September 30, 2013, due to lower funding needs resulting from a reduction in mortgage originations. This decrease was primarily driven by decreases in retail certificates of deposits.

At December 31, 2013, the Company had \$0.3 billion of cash on hand and interest-earning deposits, as compared to \$2.6 billion at September 30, 2013. The decrease from the prior quarter was driven by the prepayment of FHLB advances, as well as the Company's investment of a portion of its excess cash into higher-yielding liquid securities. The Bank maintains a line of credit with the FHLB under which borrowings are collateralized by residential first mortgage loans and other assets of the Bank. At December 31, 2013, the Bank had outstanding borrowings from the FHLB of \$1.0 billion and an additional \$1.7 billion of collateralized borrowing capacity available at the FHLB.

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CAPITAL

The Bank's regulatory capital ratios remain above current regulatory quantitative guidelines for "well-capitalized" institutions. At December 31, 2013, the Bank had a Tier 1 leverage ratio of 13.97 percent, as compared to 11.98 percent at September 30, 2013. At December 31, 2013, the Company had an equity-to-assets ratio of 15.16 percent.

ABOUT FLAGSTAR

Flagstar Bancorp, Inc. ("Flagstar") is the holding company for Flagstar Bank, FSB, a full-service financial institution offering a range of products and services to consumers, businesses, and homeowners. With \$9.4 billion in total assets at December 31, 2013, Flagstar is the largest bank headquartered in Michigan. Flagstar operates 111 banking centers, all of which are located in Michigan and 39 home lending centers located in 19 states, which primarily originate one-to-four family residential first mortgage loans. Originating loans nationwide, Flagstar is one of the leading originators of residential first mortgage loans. For more information, please visit flagstar.com.

NON-GAAP

This press release contains both financial measures based on accounting principles generally accepted in the United States (GAAP) and non-GAAP based financial measures, which are used where management believes it to be helpful in understanding the Company's results of operations or financial position. Where non-GAAP financial measures are used, the comparable GAAP financial measure, as well as the reconciliation to the comparable GAAP financial measure, can be found in this press release. These disclosures should not be viewed as a substitute for operating results determined in accordance with GAAP, nor are they necessarily comparable to non-GAAP performance measures that may be presented by other companies.

FORWARD LOOKING STATEMENTS

This press release contains "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995, as amended. Forward-looking statements, by their nature, involve estimates, projections, goals, forecasts, assumptions, risks and uncertainties that are difficult to predict and could cause actual results or outcomes to differ materially from those expressed in a forward-looking statement. Forward-looking statements contained in this press release and any information related to expectations about future events or results are based upon information available to the Company as of the date hereof. Forward-looking statements can be identified by such words as "anticipates," "intends," "plans," "seeks," "believes," "expects," "estimates," and similar references to future periods. Examples of forward-looking statements include, but are not limited to, statements made regarding the Company's current expectations, plans or forecasts of its core business drivers, credit related costs, asset quality, capital adequacy and liquidity, the implementation of the Company's business plan and growth strategies, the suspension of dividend payments on preferred stock, the deferral of interest payment on trust preferred securities, the result of

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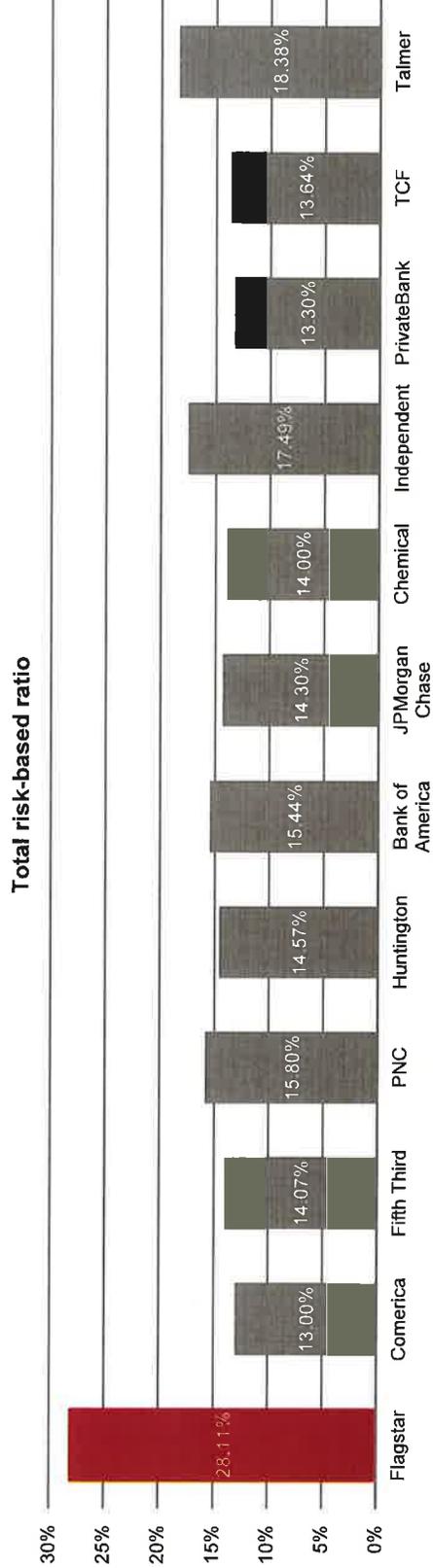
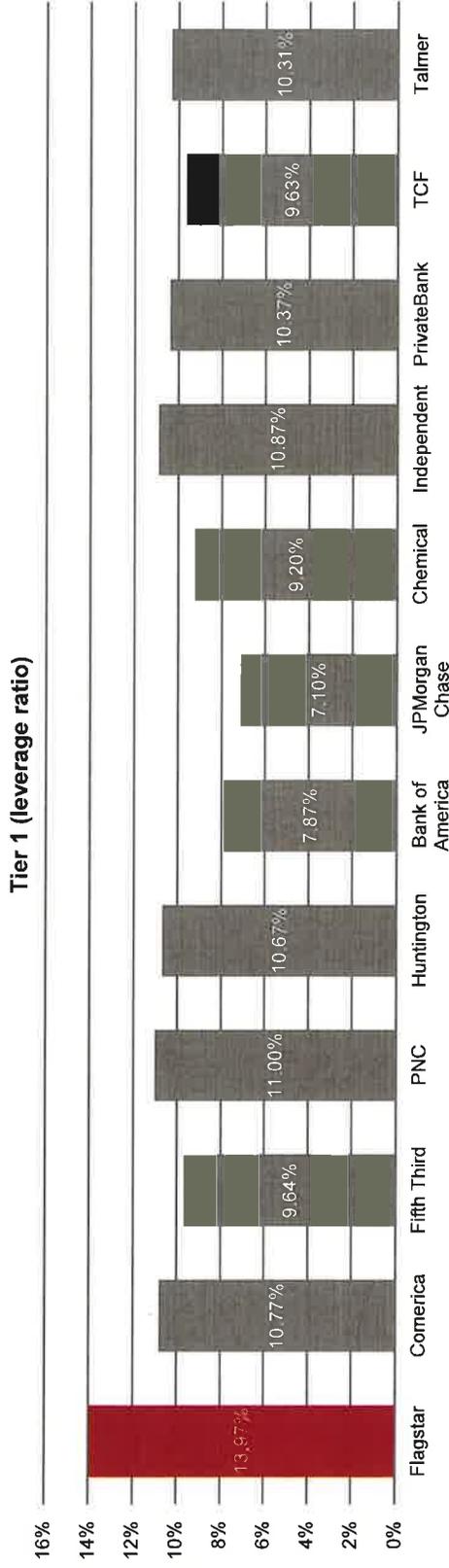
improvements to the Company's servicing processes, the Company's strategy for its servicing business and other similar matters. Although we believe that these forward-looking statements are based on reasonable estimates and assumptions, they are not guarantees of future performance and are subject to known and unknown risks, uncertainties, contingencies, and other factors. Accordingly, we cannot give you any assurance that our expectations will in fact occur or that actual results will not differ materially from those expressed or implied by such forward-looking statements. We caution you not to place undue reliance on any forward-looking statement and to consider all of the following uncertainties and risks, as well as those more fully discussed in the Company's filings with the Securities and Exchange Commission ("SEC"), including, but not limited to, our Form 10-K and Forms 10-Q: volatile interest rates that impact, among other things, the mortgage banking business, our ability to originate loans and sell assets at a profit, prepayment speeds and our cost of funds; changes in regulatory capital requirements or an inability to achieve or maintain desired capital ratios; actions of mortgage loan purchasers, guarantors and insurers regarding repurchases and indemnity demands and uncertainty related to foreclosure procedures; uncertainty regarding pending and threatened litigation; our ability to control credit related costs and forecast the adequacy of reserves; the imposition of regulatory enforcement actions against us; our compliance with the Supervisory Agreement with the Board of Governors of the Federal Reserve System and the Consent Order with the Office of the Comptroller of the Currency. Except to the extent required under the federal securities laws and the rules and regulations promulgated by the SEC, the Company undertakes no obligation to update any such statement to reflect events or circumstances after the date on which it is made.

For charts and data information visit investors.flagstar.com

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Capital Ratios Versus Competitors



Source: SNL Financial, as of Dec 31, 2013 (or the most recent reported date)





April 28, 2014

Dear Ms. Lowe,

I am requesting that the City of Brighton Board Members approve a resolution for the youth organization, Brighton Bulldog Football and Cheer to be recognized as a nonprofit organization that operates in the City of Brighton community. I have attached the resolution paperwork and the paperwork describing the requirements from the State of Michigan Charitable Gaming Commission. I have also included our 501 (c) (3) paperwork. Please note on the form that it names Brighton Junior Football as the organization. We have filed paperwork for our name change from the State of Michigan and will get you that information if it arrives before May 15, 2014. Brighton Junior Football and Brighton Youth Football merged last year to become 1 organization, Brighton Bulldog Football and Cheer. The Federal Tax ID and Tax Exempt status will remain the same.

Please let me know if you need any further information in order to take this resolution to the May 15, 2014 City of Brighton Board Meeting.

I thank you for your time.

Sincerely,

A handwritten signature in black ink that reads "Stuart Riley". The signature is written in a cursive, flowing style.

Stuart Riley

BBFC, Vice President of Football



Charitable Gaming Division
 Box 30023, Lansing, MI 48909
 OVERNIGHT DELIVERY:
 101 E. Hillsdale, Lansing MI 48933
 (517) 335-5780
 www.michigan.gov/cg

LOCAL GOVERNING BODY RESOLUTION FOR CHARITABLE GAMING LICENSES
 (Required by MCL 432.103(K)(ii))

At a _____ meeting of the _____
REGULAR OR SPECIAL TOWNSHIP, CITY, OR VILLAGE COUNCIL/BOARD

called to order by _____ on _____
DATE

at _____ a.m./p.m. the following resolution was offered:
TIME

Moved by _____ and supported by _____

that the request from Brighton Bulldog Football + Cheer of Brighton,
NAME OF ORGANIZATION CITY

county of Livingston, asking that they be recognized as a
COUNTY NAME

nonprofit organization operating in the community for the purpose of obtaining charitable

gaming licenses, be considered for _____.
APPROVAL/DISAPPROVAL

APPROVAL	DISAPPROVAL
Yeas: _____	Yeas: _____
Nays: _____	Nays: _____
Absent: _____	Absent: _____

I hereby certify that the foregoing is a true and complete copy of a resolution offered and
 adopted by the _____ at a _____
TOWNSHIP, CITY, OR VILLAGE COUNCIL/BOARD REGULAR OR SPECIAL

meeting held on _____
DATE

SIGNED: _____
TOWNSHIP, CITY, OR VILLAGE CLERK

PRINTED NAME AND TITLE

ADDRESS

COMPLETION: Required,
 PENALTY: Possible denial of application.
 BSL-CG-1153(R6/09)

POLICY REPORT - FINANCE

Consider Establishing the Levy and Authorizing the Collection of Taxes, Penalties and Fees for FY 2014-15

May 15, 2014

Prepared by:

Reviewed by:

Kelly Hanna
Finance Director

Dana William Foster
City Manager

ISSUE:

Consider the attached resolution to establish the levy and authorize the collection of taxes, penalties and fees for FY 2014-15.

STAFF RECOMMENDATION:

It is the recommendation of staff that the City approve the attached resolution to set the levy and authorize the collection of taxes, penalties and fees for FY 2014-15.

BACKGROUND:

The Council's adopted budget reflects a City operating millage of 15.2734 mills for FY 2014-15, which is the same as FY 2013-14. In addition, the Law Enforcement/Public Safety millage is included in the FY2014-15 Adopted Budget at 0.38 mills. The attached resolution, if adopted, would establish a total City millage of 15.6534 for FY 2014-15, which is 0.38 mills or 2.5% more than FY 2013-14. For the eighth year in a row, the Headlee Millage Reduction Fraction did not roll back the Charter limited operating millage. This was caused primarily by housing inflation being less than the CPI.

RELATIONSHIP TO GOALS:

This is related to all property tax funded goals.

BUDGET IMPACT:

The recommended levy, penalties and fees support the FY 2014-15 General Fund budget and the Law Enforcement/Public Safety Fund Budget.

ACTION/MOTION:

Adopt the recommended resolution to establish the levy and authorize the collection of taxes, penalties and fees for FY 2014-15.

RESOLUTION 14-

ESTABLISHING THE LEVY AND AUTHORIZING THE COLLECTION OF TAXES, PENALTIES AND FEES FOR FISCAL YEAR 2014-15

WHEREAS, the City Council adopted the fiscal year 2014-15 budget, which includes a proposed tax millage rate to support the budget, at their May 1, 2014 meeting; and

WHEREAS, the Charter Tax Rate Limitation of 20 mills has been reduced to 15.2734 mills for 2014 by the cumulative effect of the "Headlee Amendment" roll back; and

WHEREAS, the City Charter requires the establishment of a required millage for the levy of taxes; and

WHEREAS, the General Property Tax laws of the State of Michigan authorize the imposition of penalties and administration fees on current taxes; and

WHEREAS, the Council annually officially establishes the millage by resolution:

NOW, THEREFORE, BE IT RESOLVED by the Brighton City Council as follows:

- 1. The operating tax rate for FY 2014-15 is levied at 15.2734 mills.
- 2. The Law Enforcement/Public Safety millage tax rate for FY 2014-15 is levied at 0.38 mills.
- 3. A 2014 Summer Tax Late Penalty Charge is established and will be collected on behalf of all the taxing units as follows:

- August 16 - August 31: 2%
- September 1 - September 30: 4%
- October 1, 2014 - February 28, 2015 an additional .50% per month up to 6%

- 3. A 2014 Summer and Winter Tax Administration Fee of 1% is established and will be collected on behalf of the City of Brighton.

Ayes: _____
 Nays: _____
 Absent: _____
 Abstain: _____

This Resolution was _____ this _____ day of May 2014.

Diana Lowe, City Clerk

**POLICY REPORT
MUNICIPAL EMPLOYEES RETIREMENT SYSTEM (MERS)
RETIREE HEALTH CARE SAVINGS PROGRAM PARTICIPATION AGREEMENT
NON-UNION ADMINISTRATIVE – NEW HIRES EFFECTIVE JULY 1, 2014**

May 6, 2014

Prepared by:

**Jennifer Burke, Human Resources Director/Deputy Clerk
Kelly Hanna, Finance Director**

Reviewed by:

**Dana W. Foster
City Manager**

ISSUE:

To consider approval of an agreement to adopt the MERS Retiree Health Care Savings Program (RHCSP) for Non-Union Administrative Employees hired after July 1, 2014. Retiree Health Insurance would be eliminated for all Non-Union Administrative employees hired after July 1, 2014. In lieu of City Paid retiree health care, new hires will receive a Retiree Health Care Savings Account through Municipal Employees Retirement System (MERS) upon employment. The City will contribute an amount equal to 5% of their base pay and the employee will contribute a minimum of 2.5% of their base pay in the form of a payroll deduction. Employees may also elect to contribute the balance of their sick leave accrual at the time of retirement to the RHCSP.

The above recommendation would eliminate the City's OPEB liability for all Non-union Administrative Employees after July 1, 2014.

BACKGROUND:

It has been the City's past practice to pay Retiree Health Care for Non-union Administrative employees that have retired from the City of Brighton. Due to significant increases in Retiree Health Care costs, the City would be more sustainable by eliminating Retiree Health Care and offering an affordable alternative option.

In January 2012, Council Approved by Resolution to adopt a Retiree Health Care Savings Program for the Clerical and DPS Collective Bargaining Units. At this time, a request is being made for only the Administrative Non-Union and eventually the two Police Collective Bargaining Units when their contracts expire.

BUDGET IMPACT:

Reduce future OPEB (Other Post-Employment Benefits) Liability

RELATIONSHIP TO 2014/2015 GOALS:

Budget/Financial Goals to reduce future costs for long-term sustainability

COUNCIL ACTION:

Consider a motion to grant approval of the Retiree Health Care Savings Program through MERS for Non-Union Administrative Employees hired after July 1, 2014.

MERS Health Care Savings Program Participation Agreement



1134 Municipal Way Lansing, MI 48917 | 800.767.2308 | Fax 517.703.9711

www.mersofmich.com

I. PARTICIPATING EMPLOYER

Employer Name: City of Brighton _____
Name of municipality or court

Municipality Number: 4704 _____ **Division Number:** _____

II. EFFECTIVE DATE

1. If this is the initial Participation Agreement relating to the MERS Health Care Savings Program for this covered group, the effective date of the program here adopted shall be:
July 1, 2014 _____
Date

2. If this is an amendment and restatement of an existing Participation Agreement relating to the MERS Health Care Savings Program for this covered group, the effective date of this amendment and restatement shall be effective: _____
Date

This Participation Agreement is intended to replace and serve as an amendment of the Employer's preexisting program, which was originally effective: _____
Date

III. COVERED EMPLOYEE GROUPS

A participating Employer may cover all of its employee groups, bargaining units or personnel/ employee classifications ("Covered Group"), in Health Care Savings Program. **Contributions shall be made on the same basis within each Covered Group identified by this agreement, and remitted as directed by the Program Administrator.** If the Employer has varying coverage or contribution structures between groups, a separate agreement will need to be completed for each covered group. This agreement encompasses the following group(s):

Non-Union Administrative staff hired on or after July 1, 2014 _____
Name of HCSP Covered Group

IV. ELIGIBLE EMPLOYEES

Only Employees of a "municipality" may be covered by the Health Care Savings Program Participation Agreement. Independent contractors may not participate in the Health Care Savings Program. Subject to other conditions in the Trust Document and this Participation Agreement, the following Covered Group of Employees are deemed to be "qualified persons" eligible to participate in the Health Care Savings Program:

Check one or both:

- With respect to Covered Groups, this Participation Agreement covers all employees who are in a collective bargaining unit, subject to the terms of the collective bargaining agreement.
- With respect to Covered Groups, this Participation Agreement covers all employees who are subject to the same personnel policy, according to the terms of the policy.

MERS Health Care Savings Program Participation Agreement

REINSTATEMENT OF FORFEITURES. If a Participant experiences Forfeiture, but is re-employed by the same employer within a defined period assets may be reinstated to the Participant's HCSP account.

Check only one:

- Yes, reinstate all Forfeitures for participants re-employed within _____ period.
Time period
- No, do not reinstate Forfeitures.

- B. Mandatory Salary Reduction (Before-Tax) Contributions.** Before-tax Employer Contributions to the Health Care Savings Program Sub-Trust shall be made that represent a mandatory salary reduction resulting from collective bargaining or the establishment of a personnel policy. These reductions may be made as a percentage of salary or a specific dollar amount.

Contribution structure (specify):

2.5%

- C. Mandatory Leave Conversion (Before-Tax) Contributions.** Before-tax Employer Contributions to the Health Care Savings Program Sub-Trust shall be made that represent a mandatory conversion of accrued leave including, but not limited to vacation, holiday, sick leave, or severance amounts otherwise paid out, to a cash contribution. These contributions may be calculated as a percentage of accrued leave or a specific dollar amount representing the accrued leave. Leave conversions may be made on an annual basis or at separation from service, or at such other time as the Employer indicates. *(Note: The leave conversion program shall not permit employees the option of receiving cash in lieu of the employer contribution.)*

Check one or more:

- As of _____, _____ % of _____
Annual date or X weeks before termination Percentage Type of Leave Conversion (sick, vacation, etc.)
must be contributed to the HCSP.
- As of _____, _____ % of _____
Annual date or X weeks before termination Percentage Type of Leave Conversion (sick, vacation, etc.)
must be contributed to the HCSP.
- As of _____, _____ % of _____
Annual date or X weeks before termination Percentage Type of Leave Conversion (sick, vacation, etc.)
must be contributed to the HCSP.
- As of _____, _____ % of _____
Annual date or X weeks before termination Percentage Type of Leave Conversion (sick, vacation, etc.)
must be contributed to the HCSP.

MERS Health Care Savings Program Participation Agreement

Post-Tax Employee Contributions. Post-tax Employee Contributions made by Eligible Employees within the Covered Group(s) shall be remitted as directed by the Program Administrator, to be credited to the individual accounts of Eligible Employees. All Employee Contributions must be remitted to MERS along with the Participation Report.

VI. MODIFICATION OF THE TERMS OF THE PARTICIPATION AGREEMENT

If a Participating Employer desires to amend any of its previous elections contained in this Participation Agreement, including attachments, the Governing Body by official action must adopt a new Participation Agreement and forward it to the Board for approval. The amendment of the new Participation Agreement is not effective until approved by the Board and other procedures required by the Trust Agreement and Plan Document have been implemented.

VII. STATE LAW

To the extent not preempted by federal law, this agreement shall be interpreted in accordance with Michigan law.

VIII. TERMINATION OF THE PARTICIPATION AGREEMENT

This Participation Agreement may be terminated only in accordance with the Trust Agreement.

IX. EXECUTION BY GOVERNING BODY OF MUNICIPALITY

The foregoing Participation Agreement is hereby adopted and approved on the 15th day of May, 2014.

Name of Employer: City of Brighton

Authorized Signature: _____

Title: _____

Witness: _____

Please send MERS fully executed copy of:

1. HCSP Uniform Resolution (MD-169)
2. HCSP Participation Agreement (this form number MD-170)
3. Certified minutes stating Governing Body approval, and a copy of the union contract language and/or personnel policy

Received and Approved by the Municipal Employees' Retirement System of Michigan

Dated: _____, 20____ (Authorized MERS signatory)

**POLICY REPORT
MUNICIPAL EMPLOYEES RETIREMENT SYSTEM (MERS)
DEFINED BENEFIT PLAN ADOPTION AGREEMENT
NON-UNION ADMINISTRATIVE STAFF – NEW HIRES EFFECTIVE JULY 1, 2014**

May 6, 2014

Prepared by:

**Jennifer Burke, Human Resources Director/Deputy Clerk
Kelly Hanna, Finance Director**

Reviewed by:

**Dana W. Foster
City Manager**

ISSUE:

To consider approval of a Defined Benefit Plan Adoption Agreement with MERS, which would be implemented for all new hires in the Non-Union Administrative group, effective July 1, 2014. The new Defined Benefit Plan would have the same Benefit Multiplier as the current Non-Union Administrative group, however, the retirement eligibility requirement would be reduced. The eligibility requirement for retirement would be 25 years of service at the age of 55. Also, the City would no longer offer Cost of Living Adjustments (COLA) on future pensions. All new hires would be required to contribute 5% of their compensation towards their pension, which is currently in place for the Non-Union Administrative Group.

BACKGROUND:

Currently, the retirement eligibility for the Non-Union Administrative Group is 25 years of service with no age limitation. The current defined benefit plan also allows for Cost of Living Adjustments on future pensions. Creating a new Defined Benefit Plan for new hires would reduce the City's future costs associated with pensions.

The long term impact of implementing a lower tier of benefits for new hires is that it reduces the future liability accrual because future benefits will be lower, and therefore less expensive than the previous benefits offered.

BUDGET IMPACT:

Estimated 2% reduction in pension costs for all future new hired non-union administrative staff

RELATIONSHIP TO 2014/2015 GOALS:

Related to budget/financial goals to continue to pursue cost savings for long-term sustainability

COUNCIL ACTION:

Consider a motion to grant approval of the Defined Benefit Plan Adoption Agreement with MERS for all Administrative Non-Union Employees hired after July 1, 2014.

Defined Benefit Plan Adoption Agreement



1134 Municipal Way Lansing, MI 48917 | 800.767.2308 | Fax 517.703.9711

www.mersofmich.com

The Employer, a participating municipality or participating court within the state of Michigan, hereby agrees to adopt and administer the MERS Defined Benefit Plan provided by the Municipal Employees' Retirement System of Michigan, as authorized by 1996 PA 220, in accordance with the MERS Plan Document, as both may be amended, subject to the terms and conditions herein.

I. Employer Name City of Brighton **Municipality #:** _____

If new to MERS, please provide your municipality's fiscal year: _____ through _____.
Month Month

II. Effective Date

Check one:

A. If this is the **initial** Adoption Agreement for this group, the effective date shall be the first day of July 1st, 2014.

This municipality or division is new to MERS, so vesting credit prior to the **initial** MERS effective date by each eligible participant shall be credited as follows (choose one):

- All prior service from date of hire
- Prior service proportional to assets transferred; all service used for vesting
- Prior service and vesting service proportional to assets transferred
- No prior service but grant vesting credit
- No prior service or vesting credit

Link this new division to division number 01 for purposes of determining contributions (Unless otherwise specified, the standard transfer/rehire rules apply)

B. If this is an **amendment** of an existing Adoption Agreement (Defined Benefit division number _____), the effective date shall be the first day of _____, 20____. *Please note:* You only need to mark **changes** to your plan throughout the remainder of this Agreement.

C. If this is a **temporary benefit** that lasts 2-6 months, the effective dates of this temporary benefit are from ___/01/___ through ___/___/___ for Defined Benefit division number _____.
Last day of month
Please note: You only need to mark **changes** to your plan throughout the remainder of this Agreement.

D. If this is to **separate employees from an existing Defined Benefit division** (existing division number(s) _____) into a new division, the effective date shall be the first day of _____, 20____.

Defined Benefit Plan Adoption Agreement

III. Eligible Employees

Only those Employees eligible for MERS membership may participate in the MERS Defined Benefit Plan. A copy of ALL employee enrollment forms must be submitted to MERS. The following groups of employees are eligible to participate:

General Non-Union Administrative - after 7/1/2014

(Name of Defined Benefit division – e.g. All Full Time Employees, or General after 7/01/13)

Only retirees will be in this division.

These employees are (check one or both):

In a collective bargaining unit (attach cover page, retirement section, signature page)

Subject to the same personnel policy

To receive one month of service credit (check one):

An employee shall work 10 8 hour days.

An employee shall work _____ hours in a month.

All employees as classified under eligible employees, whether full or part time, who meet this criteria must be reported to MERS. If you change your current day of work definition to be more restrictive, the new definition only applies to employees hired after the effective date.

To further define eligibility, check all that apply:

Probationary Periods are allowed in one-month increments, no longer than 12 months. During this introductory period, the Employer will not report or provide service time for this period, including retroactively. Service will begin after the probationary period has been satisfied.

The probationary period will be _____ month(s).

Temporary employees in a position normally requiring less than a total of 12 whole months of work in the position may be *excluded* from membership. These employees must be notified in writing by the participating municipality that they are excluded from membership within 10 business days of date of hire or execution of this Agreement.

The temporary exclusion period will be 12 month(s).

IV. Provisions

Valuation Date: _____, 20____

1. This Adoption Agreement will be implemented in conjunction with a current actuarial valuation certified by a MERS actuary that sets contribution rates.
2. Annually, the MERS actuary will conduct an actuarial valuation to determine the employers' contribution rates. Employers are responsible for payment of said contributions at the rate, in the form and at the time that MERS determines.

Defined Benefit Plan Adoption Agreement

3. Benefit Multiplier (1%-2.5%, increments of 0.05%) 2.25 % (max 80% for multipliers over 2.25%)

Check here if multiplier will be effective for existing active members' future service only (Bridged Benefit as of effective date on page 1)

If checked, select one below:

- Termination Final Average Compensation (calculated over the members entire wage history)
- Frozen Final Average Compensation (FAC is calculated twice, once for the timeframe that matches the original multiplier, and once for the new multiplier)

4. Final Average Compensation (Min 3 yr, increments of 1 yr) 5 years

5. Vesting (5 -10 yrs, increments of 1 yr) 10 years

6. Required employee contribution (Max 10%, increments of 0.1%) 5 %

7. Compensation, for retirement purposes, is defined as base wages and all of the following. Check applicable boxes to *exclude* these types from your MERS reported wages:

- Longevity pay
- Overtime pay
- Shift differentials
- Pay for periods of absence from work by reason of vacation, holiday, and sickness
- Workers' compensation weekly benefits (if reported and are higher than regular earnings)
- A member's pre-tax contributions to a plan established under Section 125 of the IRC
- Transcript fees paid to a court reporter
- A taxable car allowance
- Short term or long term disability payments
- Payments for achievement of established annual (or similar period) performance goals
- Payment for attainment of educational degrees from accredited colleges, universities, or for acquisition of job-related certifications
- Lump sum payments attributable to the member's personal service rendered during the FAC period
- Other: _____
- Other 2: _____

Defined Benefit Plan Adoption Agreement

8. Early Normal Retirement with unreduced benefits

- Age 50 with 25 years of service
- Age 50 with 30 years of service
- Age 55 with 15 years of service
- Age 55 with 20 years of service
- Age 55 with 25 years of service
- Age 55 with 30 years of service
- Any age with (20-30 yrs, in 1 yr increments) _____ years of service
- _____

9. Other

- Surviving Spouse will receive _____% of Straight Life benefit without a reduction to the participant's benefit
- Duty death or disability enhancement (add up to additional 10 years of service credit not to exceed 30 years of service)
- DROP + with _____%

10. Cost-of-Living Adjustment

<input type="checkbox"/> All current retirees as of effective date <input type="checkbox"/> Retirees who retire between ____/01/____ and ____/01/____ <i>(one time increase only)</i>	<input type="checkbox"/> Future retirees who retire after effective date
Increase of ____% or \$____ per month	Increase of ____% or \$____ per month
Select one: <input type="checkbox"/> Annual automatic increase <input type="checkbox"/> One-time increase	<input type="checkbox"/> Annual automatic increase
Select one: <input type="checkbox"/> Compounding <input type="checkbox"/> Non-compounding	Select one: <input type="checkbox"/> Compounding <input type="checkbox"/> Non-compounding
Employees must be retired ____ months (6-12 months, increments of 1 month)	Employees must be retired ____ months (6-12 months, increments of 1 month)

V. Appointing MERS as the Plan Administrator

The Employer hereby agrees to the provisions of this *MERS Defined Benefit Plan Adoption Agreement* and appoints MERS as the Plan Administrator pursuant to the terms and conditions of the Plan. The Employer also agrees that in the event any conflict between MERS Plan Document and the MERS Defined Benefit Plan, the provisions of the Plan Document control.

Defined Benefit Plan Adoption Agreement

VI. Modification Of The Terms Of The Adoption Agreement

If the Employer desires to amend any of its elections contained in this Adoption Agreement, including attachments, the Governing Body or Chief Judge, by resolution or official action accepted by MERS, must adopt a new Adoption Agreement. The amendment of the new Agreement is not effective until approved by MERS.

VII. Enforcement

1. The Employer acknowledges that the Michigan Constitution of 1963, Article 9, Section 24, provides that accrued financial benefits arising under a public Employer's retirement plan are a contractual obligation of the Employer that may not be diminished or impaired, and prohibits the use of the Employer's required current service funding to finance unfunded accrued liabilities.
2. The Employer agrees that, pursuant to the Michigan Constitution, its obligations to pay required contributions are contractual obligations to its employees and to MERS and may be enforced in a court of competent jurisdiction;
3. In accordance with the Constitution and this Agreement, if at any time the balance standing to the Employer's credit in the reserve for employer contributions and benefit payments is insufficient to pay all service benefits due and payable to the entity's retirees and beneficiaries, the Employer agrees and covenants to promptly remit to MERS the amount of such deficiency as determined by the Retirement Board within thirty (30) days notice of such deficiency.
4. The Employer acknowledges that wage and service reports are due monthly, and the employee contributions (if any) and Employer contributions are due and payable monthly, and must be submitted in accordance with the MERS Enforcement Procedure for Prompt Reporting and Payment, the terms of which are incorporated herein by reference.
5. Should the Employer fail to make its required contribution(s) when due, the retirement benefits due and payable by MERS on behalf of the entity to its retirees and beneficiaries may be suspended until the delinquent payment is received by MERS. MERS may implement any applicable interest charges and penalties pursuant to the MERS Enforcement Procedure for Prompt Reporting and Payment and Plan Document Section 45A(3), and take any appropriate legal action, including but not limited to filing a lawsuit and reporting the entity to the Treasurer of the State of Michigan in accordance with MCL 141.1544(d), Section 44 of PA 436 of 2012, as may be amended.
6. The Employer acknowledges that changes to the Employer's MERS Defined Benefit Plan must be made in accordance with the MERS Plan Document and applicable law, and agrees that MERS will not administer any such changes unless the MERS Plan Document and applicable law permit same, and MERS is capable of administering same.

Defined Benefit Plan Adoption Agreement

VIII. Execution

Authorized Designee of Governing Body of Municipality or Chief Judge of Court

The foregoing Adoption Agreement is hereby approved by City of Brighton on
the 15th day of May, 2014. (Name of Approving Employer)

Authorized signature: _____

Title: _____

Witness signature: _____

Received and Approved by the Municipal Employees' Retirement System of Michigan

Dated: _____, 20____ Signature: _____
(Authorized MERS Signatory)



Downtown Brighton

Principal Shopping District Board Members

May 6, 2014

Mark K. Binkley, Sr.,
Chairperson
Cooper & Binkley Jewelers

Dana Foster, Brighton City Manager
200 N. First Street
Brighton, Mi 48116

Lisa Nelson
Vice-Chairperson
Hush Intimate Apparel

Dear Mr. Foster:

Nick Palizzi,
Treasurer
Downtown Main Martini Bar

Please be advised that the PSD discussed proposed modifications to the Principal Shopping District Special Assessment District (SAD) at our regular meeting held this morning. The PSD board is aware that the City Council held the first public hearing on the PSD SAD on May 1, 2014 and voted affirmatively to direct the City Assessor to prepare the Special Assessment District as proposed by the PSD.

Shanda Willis, Secretary
Council Member
City of Brighton

Based on comments received at the public hearing and at the suggestion of Council at last week's meeting, the PSD board reviewed the assessment rates and has made the following revisions:

Cheryl Mayday
Alterations Unlimited

Zone 1 – Reduce rates from \$.16/sq. ft, for the first floor and \$.08/sq. ft. for the second floor (except residential space) to \$.14/\$.07 per sq. ft. The Zone 2 rate remains the same at \$.12/\$.06 per sq. foot.

John Okoniewski
F.A.O. Jewelers

The PSD Board also voted to exempt the second floor of the Masonic building at 315 W. North Street since it is used for non-profits.

Sheryl Kemmerling
Jack's Custard & Cakes

As the meeting was just held this morning, the draft minutes will be forwarded to you as soon as possible and prior to the May 15, 2014 City Council meeting at which time they will be considering placing the roll in the office of the City Clerk for public examination and scheduling the second public hearing of the special assessment process.

Peggi Mintz
United Bank & Trust

Thaddeus McGaffey
Waddell & Reed

Let me take this opportunity to thank you for your assistance with the somewhat involved SAD process and thank the City Council for considering this most recent SAD modification.

Cordially,

Mark K. Binkley, Sr., PSD Chairperson

RESOLUTION NO. ____ - ____
CALLING A PUBLIC HEARING ON THE SPECIAL ASSESSMENT ROLL FOR THE
PRINCIPAL SHOPPING DISTRICT PROJECT

City of Brighton
County of Livingston, Michigan

Minutes of a regular meeting of the City Council of the City of Brighton, County of Livingston, Michigan, held on the 15th day of May, 2014, at 7:30 o'clock p.m., Eastern Daylight Savings Time.

PRESENT: Members _____

ABSENT: Members _____

The following preamble and resolution was offered by Council Member _____ and supported by Council Member _____:

WHEREAS, the City Council of the City of Brighton has previously determined to proceed with the Principal Shopping District Project (the "Project") and assess the cost thereof to the property benefitted by the Project, all in accordance with the City Charter, its Special Assessment Procedure and Act 120 of the Public Acts of Michigan of 1961, as amended; and

WHEREAS, the City Assessor has prepared and presented to the City Clerk a special assessment roll assessing the cost of the Project to the property benefitted thereby, with the Assessor's certificate attached thereto and the City Clerk has presented said special assessment roll to this Council;

NOW, THEREFORE, BE IT RESOLVED THAT:

1. Said special assessment roll is hereby accepted and shall be filed with the office of the City Clerk and shall be available for public examination during regular working hours on regular working days.

2. The City Council shall meet at 7:30 p.m. on June 5, 2014, at the City Hall to review said special assessment roll and hear any objection thereto.

3. The City Clerk shall cause notice of such hearing and the filing of the assessment roll to be published once in the Livingston County Press and Argus, Brighton, Michigan, a newspaper of general circulation in the City, prior to the date of the hearing, which such publication shall be at least ten (10) days before the hearing, and shall cause notice of such hearing to be mailed to first class mail to all record owners or persons in interest in property in the special assessment district, as shown on the last City tax assessment record of the City, at least ten (10) full days before the date of said hearing. Said notice as published and mailed shall be in substantially the following form:

**NOTICE OF REVIEW OF SPECIAL ASSESSMENT ROLL FOR THE PRINCIPAL SHOPPING DISTRICT
PROJECT IN THE CITY OF BRIGHTON**

**TO ALL RECORD OWNERS OF OR PERSONS IN INTEREST IN PROPERTY IN THE CITY OF
BRIGHTON AS DESCRIBED AS FOLLOWS:**

TAX IDENTIFICATION NUMBERS

4718-30-300-032	4718-30-306-061	4718-31-102-013	4718-30-306-064
4718-30-303-037	4718-30-306-090	4718-31-102-014	4718-30-306-092
4718-30-303-038	4718-30-306-091	4718-31-102-015	4718-31-104-010
4718-30-303-041	4718-30-306-094	4718-31-102-016	4718-31-104-042
4718-30-303-042	4718-30-308-004	4718-31-102-017	4718-31-104-017
4718-30-303-055	4718-30-308-005	4718-31-102-021	4718-31-104-018
4718-30-304-001	4718-30-308-006	4718-31-102-026	4718-31-104-019
4718-30-304-003	4718-30-308-013	4718-31-102-029	4718-31-104-020
4718-30-304-004	4718-30-308-109	4718-31-102-030	4718-30-303-056
4718-30-304-006	4718-30-308-028	4718-31-104-001	4718-30-303-057
4718-30-304-007	4718-30-308-031	4718-31-104-002	
4718-30-304-008	4718-30-308-088	4718-31-104-032	
4718-30-304-009	4718-30-308-089	4718-31-104-033	
4718-30-304-010	4718-30-308-090	4718-31-104-034	
4718-30-304-011	4718-30-308-095	4718-31-104-035	
4718-30-304-012	4718-30-308-097	4718-31-104-039	
4718-30-304-016	4718-30-308-099	4718-31-104-044	
4718-30-304-017	4718-30-308-100	4718-30-100-029	
4718-30-304-018	4718-30-308-101	4718-30-300-037	
4718-30-304-079	4718-30-308-103	4718-30-304-036	
4718-30-304-080	4718-30-308-104	4718-30-304-038	
4718-30-304-081	4718-30-308-105	4718-30-304-040	
4718-30-304-083	4718-30-308-106	4718-30-304-077	
4718-30-306-049	4718-30-310-001	4718-30-308-018	
4718-30-306-050	4718-30-310-004	4718-30-308-024	
4718-30-306-051	4718-30-310-005	4718-30-308-025	
4718-30-306-052	4718-30-310-008	4718-31-102-018	
4718-30-306-053	4718-30-300-039	4718-31-102-019	
4718-30-306-054	4718-30-310-009	4718-31-102-020	
4718-30-306-055	4718-30-310-012	4718-31-102-024	
4718-30-306-057	4718-30-310-014	4718-31-104-006	
4718-30-306-058	4718-31-100-087	4718-31-104-009	
4718-30-306-059	4718-31-100-088	4718-30-100-031	
4718-30-306-060	4718-31-102-001	4718-30-100-049	

TAKE NOTICE that a special assessment roll has been prepared and is on file in the office of the City Clerk for public examination. Said special assessment roll has been prepared for the purpose of assessing the cost of a Principal Shopping District Project to the above property benefitted therefrom.

TAKE FURTHER NOTICE that the City Council will meet at the City Hall, 200 North First Street, Brighton, Michigan, at 7:30 p.m., Eastern Daylight Savings Time, on Thursday, the 5th day of June, 2014, for the purpose of reviewing said special assessment roll and hearing any objections thereto.

TAKE FURTHER NOTICE that appearance and protest at this hearing is required in order to appeal the amount of the special assessment to the State Tax Tribunal if an appeal should be desired. A property owner or party in interest, or his or her agent, may appear in person at the hearing to protest the special assessment or may file his or her appearance by letter delivered to the clerk by 7:30 p.m. on June 5, 2014 and his or any person having an interest in the property subject to the proposed special assessments may file a written appeal of the special assessment with the State Tax Tribunal within thirty (30) days after confirmation of the special assessment roll if that special assessment was protested at this hearing.

Diana Lowe
City Clerk
City of Brighton

4. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.

AYES: Members _____

NAYS: Members _____

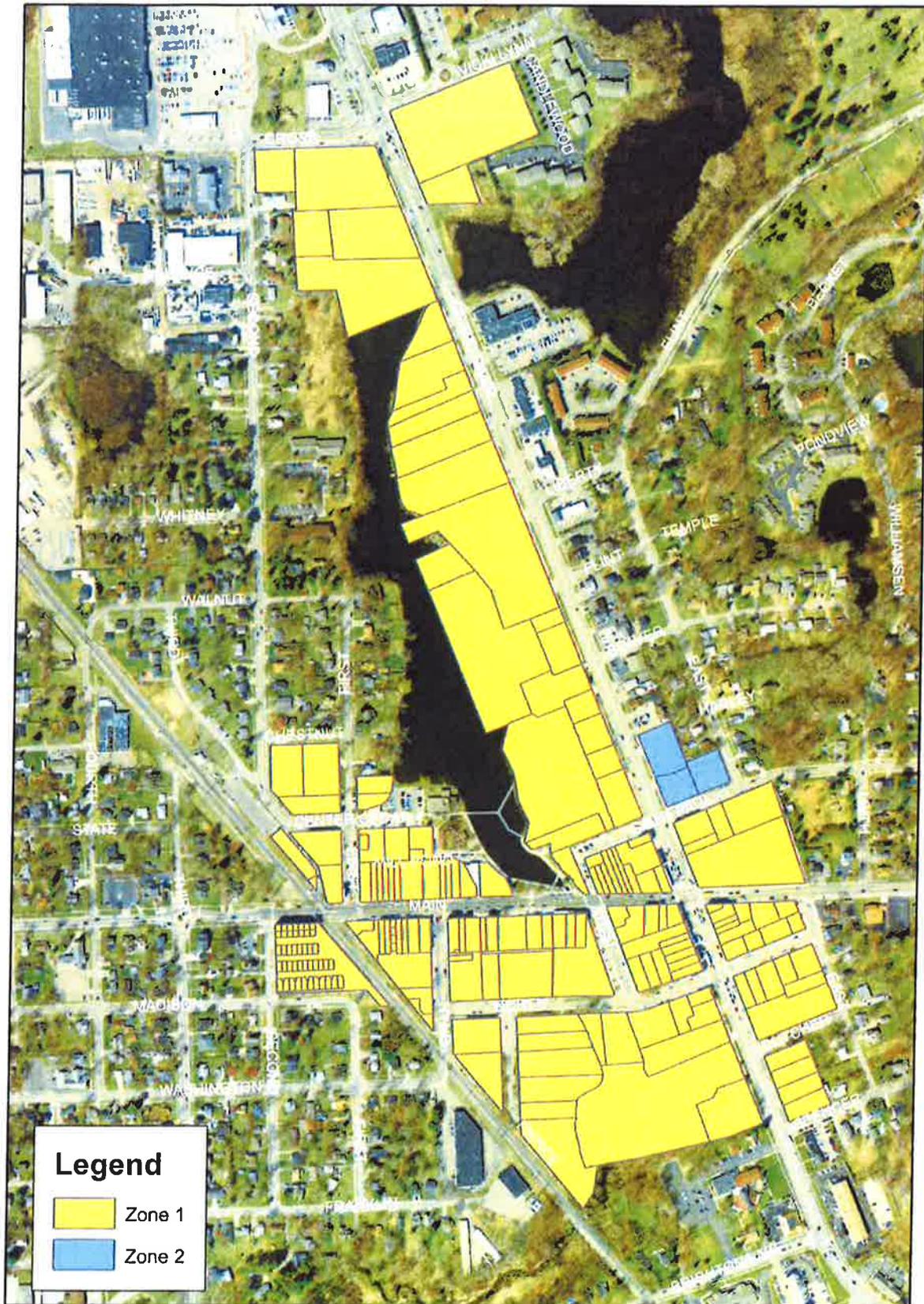
RESOLUTION DECLARED ADOPTED.

Diana Lowe, City Clerk

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the City Council of the City of Brighton, County of Livingston, State of Michigan, at a regular meeting held on May 15, 2014, and that public notice of said meeting was given pursuant to and in full compliance with Act No. 267, Public Acts of Michigan, 1976, and that minutes of the meeting were kept and will be or have been made available by said Act.

Diana Lowe, City Clerk

REVISED 4/22/14 PROPOSED MAP



Principal Shopping District (PSD) Boundaries 

CITY OF BRIGHTON
Proposed Annual PSD Assessment
Assessor's Roll 2

Zone A (110 Parcels)

First Floor Assessment per Square Foot - \$0.16

\$0.140

Basement & Upper Floor Assessment per Square Foot - \$0.070

\$0.070

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment
4718-30-100-029	RDC ENTERPRISES LLC	8720 W Grand River	18,365	18,365	0	\$ 2,571.10	\$ -	\$ 2,571.10
4718-30-100-031	PI'S PROPERTY MANAGEMENT LLC	8262 Cross St	3,287	3,287	0	\$ 460.18	\$ -	\$ 460.18
4718-30-100-049	CROSS GRAND PLAZA LLC	8707 W Grand River	30,200	30,200	0	\$ 4,228.00	\$ -	\$ 4,228.00
4718-30-300-032	ITALYAMERICAN II LLC	306 W Main St	1,053	1,053	0	\$ 147.42	\$ -	\$ 147.42
4718-30-300-037	RDC ENTERPRISES II LLC	8722 W Grand River	10,038	10,038	0	\$ 1,405.25	\$ -	\$ 1,405.25
4718-30-300-039	JOSIF & MILICA JANCEVSKI	8724 W Grand River	3,907	3,907	0	\$ 546.98	\$ -	\$ 546.98
4718-30-303-037	CANOPY PROPERTIES LLC	204 E St Paul St	9,742	9,742	0	\$ 1,363.88	\$ -	\$ 1,363.88
4718-30-303-038	PRESIDENTIAL CLEANERS INC	100 E St Paul St	3,165	3,165	0	\$ 443.10	\$ -	\$ 443.10
4718-30-303-041	KIMBERLY A BREDOW	116 W Grand River	3,102	1,782	1,320	\$ 249.48	\$ 92.40	\$ 341.88
4718-30-303-042	BRIGHTON SHOPPING PL LLC	106 W Grand River	22,972	22,972	0	\$ 3,216.08	\$ -	\$ 3,216.08
4718-30-303-055	SMB HOLDINGS LLC	130 W Grand River	13,132	8,156	4,976	\$ 1,141.84	\$ 348.32	\$ 1,490.16
4718-30-304-001	PAUL E & DEBORAH G BURNS	133 W Grand River	2,508	1,242	1,266	\$ 173.88	\$ 88.62	\$ 262.50
4718-30-304-003	W & L PEARL ARTS INC	120 W Main St	2,617	2,617	0	\$ 366.34	\$ -	\$ 366.34
4718-30-304-004	RTA PROPERTIES LLC	128 W Main St	2,980	1,888	1,092	\$ 264.32	\$ 76.44	\$ 340.76
4718-30-304-006	SHARBERT ENTERPRISES LLC	140 W Main St	1,787	1,787	0	\$ 250.18	\$ -	\$ 250.18
4718-30-304-007	SHARBERT ENTERPRISES	134 W Main St	1,755	1,755	0	\$ 245.70	\$ -	\$ 245.70
4718-30-304-008	RTA PROPERTIES LLC	132 W Main St	688	688	0	\$ 96.32	\$ -	\$ 96.32
4718-30-304-009	PAMELA CROSS	124 W Main St	2,872	1,431	1,441	\$ 200.34	\$ 100.87	\$ 301.21
4718-30-304-010	BAIDEL PROPERTIES LLC	116 W Main St	4,564	2,564	2,000	\$ 358.96	\$ 140.00	\$ 498.96
4718-30-304-011	106 W MAIN LLC	106 W Main St	3,509	3,509	0	\$ 491.26	\$ -	\$ 491.26
4718-30-304-012	ROBERT W PHILLIPS	100 W Main St	3,467	3,467	0	\$ 485.38	\$ -	\$ 485.38
4718-30-304-016	205 WEST LLC	205 W Grand River	13,640	6,820	6,820	\$ 954.80	\$ 477.40	\$ 1,432.20
4718-30-304-017	TEMA LLC	225 W Grand River	2,760	2,760	0	\$ 386.40	\$ -	\$ 386.40
4718-30-304-018	THOMAS E & JERRY L MITCHELL	301 W Grand River	6,022	5,462	560	\$ 764.68	\$ 39.20	\$ 803.88
4718-30-304-036	BRIGHTON EPICURIAN DEVELOPME	675 W Grand River	2,911	2,911	0	\$ 407.54	\$ -	\$ 407.54
4718-30-304-038	DSN ASSOCIATES LLC	701 W Grand River	12,600	12,600	0	\$ 1,764.00	\$ -	\$ 1,764.00
4718-30-304-040	ROBERT R & BARBARA CORCORAN	725 W Grand River	3,080	3,080	0	\$ 431.20	\$ -	\$ 431.20
4718-30-304-077	CLEAN WASH INC	641 W Grand River	3,282	3,282	0	\$ 459.48	\$ -	\$ 459.48
4718-30-304-079	EICHEN ENTERPRISES LLC	321 W Grand River	837	837	0	\$ 117.18	\$ -	\$ 117.18
4718-30-304-080	JOHN M & LISA A OKONIEWSKI	333 W Grand River	3,661	3,661	0	\$ 512.54	\$ -	\$ 512.54

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment
4718-30-304-081	BMH REALTY LLC	503 W Grand River	30,366	28,258	2,108	\$ 3,956.12	\$ 147.56	\$ 4,103.68
4718-30-304-083	JOHN F TRUST MULLER	117 W Grand River	6,864	4,368	2,496	\$ 611.52	\$ 174.72	\$ 786.24
4718-30-306-049	440 WEST MAIN STREET, LLC	440 W Main St	11,650	4,724	6,926	\$ 661.36	\$ 484.82	\$ 1,146.18
4718-30-306-050	434 MAIN LLC	434 W Main St	2,604	2,604	0	\$ 364.56	\$ -	\$ 364.56
4718-30-306-051	DANIEL D GADWA	430 W Main St	1,436	1,436	0	\$ 201.04	\$ -	\$ 201.04
4718-30-306-052	MAIN STREET BRIGHTON LLC	428 W Main St	1,452	1,452	0	\$ 203.28	\$ -	\$ 203.28
4718-30-306-053	ROY V HENKEL	424 W Main St	690	690	0	\$ 96.60	\$ -	\$ 96.60
4718-30-306-054	CLAUDIA & GOUGHERTY M ROBLEE	422 W Main St	1,978	1,978	0	\$ 276.92	\$ -	\$ 276.92
4718-30-306-055	KITTREDGE MAYDAY TRUST	408 W Main St	8,650	8,650	0	\$ 1,211.00	\$ -	\$ 1,211.00
4718-30-306-057	BRIGHTON BAR & GRILL ENTERPRIS	400 W Main St	6,033	4,713	1,320	\$ 659.82	\$ 92.40	\$ 752.22
4718-30-306-058	MICHAEL S & SHARON MULLER	334 W Main St	3,305	2,447	858	\$ 342.58	\$ 60.06	\$ 402.64
4718-30-306-059	ROBERT A MOORE	332 W Main St	2,558	2,558	0	\$ 358.12	\$ -	\$ 358.12
4718-30-306-060	328 W MAIN LLC	322 W Main St	7,041	4,841	2,200	\$ 677.74	\$ 154.00	\$ 831.74
4718-30-306-061	C D R PROPERTIES LLC	312 W Main St	7,699	7,699	0	\$ 1,077.86	\$ -	\$ 1,077.86
4718-30-306-064	TRISTAR INC	211 N First St	5,986	5,986	0	\$ 838.04	\$ -	\$ 838.04
4718-30-306-090	THE STATE BANK	134 N First St	11,460	5,730	5,730	\$ 802.20	\$ 401.10	\$ 1,203.30
4718-30-306-091	BRIGHTON BUILDING INVESTMENTS	500 W Main St	8,742	2,914	5,828	\$ 407.96	\$ 407.96	\$ 815.92
4718-30-306-092	TRISTAR INC	230 N Second St	6,652	6,652		\$ 931.28	\$ -	\$ 931.28
4718-30-306-094	SBT LLC	150 N First St	4,302	2,151	2,151	\$ 301.14	\$ 150.57	\$ 451.71
4718-30-308-004	KRUEGER HOLDING LLC	209 W Main St	10,740	5,340	5,400	\$ 747.60	\$ 378.00	\$ 1,125.60
4718-30-308-005	BRYN & PATRICE HARTSHORNE	213 W Main St	8,551	4,311	4,240	\$ 603.54	\$ 296.80	\$ 900.34
4718-30-308-006	217 MAIN LLC	217 W Main St	11,502	5,730	5,772	\$ 802.20	\$ 404.04	\$ 1,206.24
4718-30-308-013	JALCO DEVELOPMENT	321 W Main St	2,537	2,537	0	\$ 355.18	\$ -	\$ 355.18
4718-30-308-018	FIFTH THIRD BANK	300 W North St	14,553	6,781	7,773	\$ 949.28	\$ 544.08	\$ 1,493.37
4718-30-308-024	DTE ELECTRIC COMPANY	220 Pierce St	1,608	1,608	0	\$ 225.12	\$ -	\$ 225.12
4718-30-308-025	BRIGHTON MASONIC BLDG	315 W North St	7,405	7,405	0	\$ 1,036.74	\$ -	\$ 1,036.74
4718-30-308-028	WBS EQUITIES LLC	401 W Main St	5,100	5,100	0	\$ 714.00	\$ -	\$ 714.00
4718-30-308-031	PARSONS BROTHERS INC	409 W Main St	4,400	4,400	0	\$ 616.00	\$ -	\$ 616.00
4718-30-308-088	WOOD 'N THINGS INC	200 Hyne St	2,462	2,102	360	\$ 294.21	\$ 25.20	\$ 319.41
4718-30-308-089	GAIL VANTIEM	210 Hyne St	483	483	0	\$ 67.62	\$ -	\$ 67.62
4718-30-308-090	WILLIAM D & BARBARA L MCCRIE	317 W Main St	2,244	1,650	594	\$ 231.00	\$ 41.58	\$ 272.58
4718-30-308-095	SALVATORE & SYLVIA VIVIANO	501 W Main St	2,112	2,112	0	\$ 295.68	\$ -	\$ 295.68
4718-30-308-097	DEBORAH SHIPOSH	431 W Main St	5,164	3,360	1,804	\$ 470.40	\$ 126.28	\$ 596.68
4718-30-308-099	MOJBRI LLC	305 W Main St	1,723	1,723	0	\$ 241.22	\$ -	\$ 241.22
4718-30-308-100	NAIN LLC	307 W Main St	3,892	2,176	1,716	\$ 304.64	\$ 120.12	\$ 424.76
4718-30-308-101	MICHAEL G & COLLEEN E MONROE	427 W Main St	2,220	2,220	0	\$ 310.80	\$ -	\$ 310.80
4718-30-308-103	RICHARD & ROBIN L STARNES	421 W Main St	2,167	2,167	0	\$ 303.38	\$ -	\$ 303.38

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment
4718-30-308-104	RICHARD & ROBIN L STARNES	423 W Main St	1,551	1,551	0	\$ 217.14	\$ -	\$ 217.14
4718-30-308-105	ANDRE'S FINE JEWELRY INC	425 W Main St, Ste 101	1,197	1,197	0	\$ 167.58	\$ -	\$ 167.58
4718-30-308-106	ANDRE'S FINE JEWELRY INC	425 W Main St, Ste 102	1,323	1,323	0	\$ 185.22	\$ -	\$ 185.22
4718-30-308-109	LLB PROPERTIES LLC	323 W Main St	10,274	5,137	5,137	\$ 719.18	\$ 359.59	\$ 1,078.77
4718-30-310-001	MAIN STREET RAYDIANCE LLC	537 W Main St	568	568	0	\$ 79.52	\$ -	\$ 79.52
4718-30-310-004	MATTHEW P GIULIANI	533 W Main St	568	568	0	\$ 79.52	\$ -	\$ 79.52
4718-30-310-005	JOEL W & MANDY G KOCEVAR	529 W Main St	568	568	0	\$ 79.52	\$ -	\$ 79.52
4718-30-310-008	MITCHELL A & SUZANNE M LIPON	523 W Main St	568	568	0	\$ 79.52	\$ -	\$ 79.52
4718-30-310-009	GRJGB LLC	519 W Main St	568	568	0	\$ 79.52	\$ -	\$ 79.52
4718-30-310-012	EUGENE M JUERGENS	515 W Main St	568	568	0	\$ 79.52	\$ -	\$ 79.52
4718-30-310-014	GRJGB LLC	511 W Main St	568	568	0	\$ 79.52	\$ -	\$ 79.52
4718-31-100-087	BMH REALTY LLC	201 W Main St	11,164	5,564	5,600	\$ 778.96	\$ 392.00	\$ 1,170.96
4718-31-100-088	JOHN W & SHIRLEY L JARVIS	205 W Main St	2,110	2,110	0	\$ 295.40	\$ -	\$ 295.40
4718-31-102-001	MTL DEVELOPMENTS LLC	102 E Grand River	1,843	1,843	0	\$ 258.02	\$ -	\$ 258.02
4718-31-102-013	NORMA L BEAUCHAMP	140 E Grand River	2,199	2,199	0	\$ 307.86	\$ -	\$ 307.86
4718-31-102-014	BGR OFFICES LLC	136 E Grand River	1,628	814	814	\$ 113.96	\$ 56.98	\$ 170.94
4718-31-102-015	LOCONTE LLC	132 E Grand River	5,525	1,650	3,875	\$ 231.00	\$ 271.22	\$ 502.22
4718-31-102-016	AMERICAN PROPERTY INVESTMENT	126 E Grand River	1,039	1,039	0	\$ 145.43	\$ -	\$ 145.43
4718-31-102-017	M & M 2 HOLDINGS LLC	118 E Grand River	2,008	2,008	0	\$ 281.05	\$ -	\$ 281.05
4718-31-102-018	110 EGR ASSOCIATES LLC	108 E Grand River	11,850	8,490	3,360	\$ 1,188.60	\$ 235.20	\$ 1,423.80
4718-31-102-019	GREATER BRIGHTON AREA	218 E Grand River	4,127	2,103	2,024	\$ 294.42	\$ 141.68	\$ 436.10
4718-31-102-020	GREGG A WERNER ET AL	212 E Grand River	2,400	2,400	0	\$ 336.00	\$ -	\$ 336.00
4718-31-102-021	206 GR LLC	200 E Grand River	3,016	3,016	0	\$ 422.24	\$ -	\$ 422.24
4718-31-102-024	NORTH STREET PARTNERS LLC	135 W North St	7,960	7,960	0	\$ 1,114.40	\$ -	\$ 1,114.40
4718-31-102-026	PATRICK TORTORA	139 W Main St	6,171	3,199	2,973	\$ 447.80	\$ 208.10	\$ 655.90
4718-31-102-029	GEORGE M & RUTH M KUDLA	111 W Main St	4,052	4,052	0	\$ 567.28	\$ -	\$ 567.28
4718-31-102-030	BINKLEY PROPERTIES LLC	105 W Main St	2,560	2,560	0	\$ 358.40	\$ -	\$ 358.40
4718-31-104-001	JANET M MCGIVNEY	201 E Main St	1,392	1,133	259	\$ 158.62	\$ 18.12	\$ 176.74
4718-31-104-002	NANCY & JAMES MATTHEWS	114 E Main St	1,638	1,140	498	\$ 159.60	\$ 34.86	\$ 194.46
4718-31-104-006	MCMANUS FAMILY LLC	210 S East St	2,408	1,204	1,204	\$ 168.56	\$ 84.28	\$ 252.84
4718-31-104-009	GEORGE J & MELANIE MOSES	110 E North St	2,056	1,136	920	\$ 159.04	\$ 64.40	\$ 223.44
4718-31-104-010	THE WITT FAMILY TRUST	201 E Grand River	2,670	2,670	0	\$ 373.80	\$ -	\$ 373.80
4718-31-104-017	JOHN F TRUST MULLER	305 E Grand River	1,493	789	704	\$ 110.46	\$ 49.28	\$ 159.74
4718-31-104-018	TERESA'S STYLING SALON INC	309 E Grand River	1,441	966	476	\$ 135.17	\$ 33.29	\$ 168.46
4718-31-104-019	EDBOB INVESTMENTS LLC	315 E Grand River	1,980	1,980	0	\$ 277.20	\$ -	\$ 277.20
4718-31-104-020	LAWRENCE & BETTY BEDNARZ	325 E Grand River	4,395	3,407	988	\$ 476.98	\$ 69.16	\$ 546.14
4718-31-104-032	101 G R HOLDING LLC	102 E Main St	3,628	1,814	1,814	\$ 253.93	\$ 126.97	\$ 380.90

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment	
4718-31-104-033	KADELI TRUST	107 E Grand River	4,552	4,552	0	\$ 637.29	\$ -	\$ 637.29	
4718-31-104-034	THREE TWENTY FIVE 325 LLC	113 E Grand River	1,623	1,623	0	\$ 227.22	\$ -	\$ 227.22	
4718-31-104-035	DSAD PROPERTIES LLC	125 E Grand River	5,379	5,379	0	\$ 753.10	\$ -	\$ 753.10	
4718-31-104-039	M & M 3 HOLDINGS COMPANY LLC	117 E Grand River	2,165	2,165	0	\$ 303.10	\$ -	\$ 303.10	
4718-31-104-042	GRANDBRI INVESTMENTS	225 E Grand River	15,400	7,700	7,700	\$ 1,078.00	\$ 539.00	\$ 1,617.00	
4718-31-104-044	GS ADVISORS LLC	139 E Grand River	3,313	3,313	0	\$ 463.78	\$ -	\$ 463.78	
Total Zone A			110	556,338	441,243	115,095	\$ 61,774.01	\$ 8,056.66	\$ 69,830.67

Zone B (2 Parcels)

First Floor Assessment per Square Foot - \$0.12

\$0.120

Basement & Upper Floor Assessment per Square Foot - \$0.060

\$0.060

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment	
4718-30-303-056	BMH REALTY LLC	222 W Grand River	3,954	3,954	0	\$ 474.48	\$ -	\$ 474.48	
4718-30-303-057	BMH REALTY LLC	204 W Grand River	1,475	1,475	0	\$ 177.00	\$ -	\$ 177.00	
Total Zone B			2	5,429	5,429	0	\$ 651.48	\$ -	\$ 651.48
Grand Totals				561,767	446,672	115,095	\$ 62,425.49	\$ 8,056.66	\$ 70,482.15

CITY OF BRIGHTON
Proposed Annual PSD Assessment
Assessor's Roll 1

Zone A (110 Parcels)

First Floor Assessment per Square Foot - \$0.16

\$0.160

Basement & Upper Floor Assessment per Square Foot - \$0

\$0.080

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment
4718-30-100-029	RDC ENTERPRISES LLC	8720 W Grand River	18,365	18,365	0	\$ 2,938.40	\$ -	\$ 2,938.40
4718-30-100-031	PI'S PROPERTY MANAGEMENT LLC	8262 Cross St	3,287	3,287	0	\$ 525.92	\$ -	\$ 525.92
4718-30-100-049	CROSS GRAND PLAZA LLC	8707 W Grand River	30,200	30,200	0	\$ 4,832.00	\$ -	\$ 4,832.00
4718-30-300-032	ITALYAMERICAN II LLC	306 W Main St	1,053	1,053	0	\$ 168.48	\$ -	\$ 168.48
4718-30-300-037	RDC ENTERPRISES II LLC	8722 W Grand River	10,038	10,038	0	\$ 1,606.00	\$ -	\$ 1,606.00
4718-30-300-039	JOSIF & MILICA JANCEVSKI	8724 W Grand River	3,907	3,907	0	\$ 625.12	\$ -	\$ 625.12
4718-30-303-037	CANOPY PROPERTIES LLC	204 E St Paul St	9,742	9,742	0	\$ 1,558.72	\$ -	\$ 1,558.72
4718-30-303-038	PRESIDENTIAL CLEANERS INC	100 E St Paul St	3,165	3,165	0	\$ 506.40	\$ -	\$ 506.40
4718-30-303-041	KIMBERLY A BREDOW	116 W Grand River	3,102	1,782	1,320	\$ 285.12	\$ 105.60	\$ 390.72
4718-30-303-042	BRIGHTON SHOPPING PL LLC	106 W Grand River	22,972	22,972	0	\$ 3,675.52	\$ -	\$ 3,675.52
4718-30-303-055	SMB HOLDINGS LLC	130 W Grand River	13,132	8,156	4,976	\$ 1,304.96	\$ 398.08	\$ 1,703.04
4718-30-304-001	PAUL E & DEBORAH G BURNS	133 W Grand River	2,508	1,242	1,266	\$ 198.72	\$ 101.28	\$ 300.00
4718-30-304-003	W & L PEARL ARTS INC	120 W Main St	2,617	2,617	0	\$ 418.67	\$ -	\$ 418.67
4718-30-304-004	RTA PROPERTIES LLC	128 W Main St	2,980	1,888	1,092	\$ 302.08	\$ 87.36	\$ 389.44
4718-30-304-006	SHARBERT ENTERPRISES LLC	140 W Main St	1,787	1,787	0	\$ 285.92	\$ -	\$ 285.92
4718-30-304-007	SHARBERT ENTERPRISES	134 W Main St	1,755	1,755	0	\$ 280.80	\$ -	\$ 280.80
4718-30-304-008	RTA PROPERTIES LLC	132 W Main St	688	688	0	\$ 110.08	\$ -	\$ 110.08
4718-30-304-009	PAMELA CROSS	124 W Main St	2,872	1,431	1,441	\$ 228.96	\$ 115.28	\$ 344.24
4718-30-304-010	BAIDEL PROPERTIES LLC	116 W Main St	4,564	2,564	2,000	\$ 410.24	\$ 160.00	\$ 570.24
4718-30-304-011	106 W MAIN LLC	106 W Main St	3,509	3,509	0	\$ 561.44	\$ -	\$ 561.44
4718-30-304-012	ROBERT W PHILLIPS	100 W Main St	3,467	3,467	0	\$ 554.72	\$ -	\$ 554.72
4718-30-304-016	205 WEST LLC	205 W Grand River	13,640	6,820	6,820	\$ 1,091.20	\$ 545.60	\$ 1,636.80
4718-30-304-017	TEMA LLC	225 W Grand River	2,760	2,760	0	\$ 441.60	\$ -	\$ 441.60
4718-30-304-018	THOMAS E & JERRY L MITCHELL	301 W Grand River	6,022	5,462	560	\$ 873.92	\$ 44.80	\$ 918.72
4718-30-304-036	BRIGHTON EPICURIAN DEVELOPMEN	675 W Grand River	2,911	2,911	0	\$ 465.76	\$ -	\$ 465.76
4718-30-304-038	DSN ASSOCIATES LLC	701 W Grand River	12,600	12,600	0	\$ 2,016.00	\$ -	\$ 2,016.00
4718-30-304-040	ROBERT R & BARBARA CORCORAN	725 W Grand River	3,080	3,080	0	\$ 492.80	\$ -	\$ 492.80
4718-30-304-077	CLEAN WASH INC	641 W Grand River	3,282	3,282	0	\$ 525.12	\$ -	\$ 525.12
4718-30-304-079	EICHEN ENTERPRISES LLC	321 W Grand River	837	837	0	\$ 133.92	\$ -	\$ 133.92
4718-30-304-080	JOHN M & LISA A OKONIEWSKI	333 W Grand River	3,661	3,661	0	\$ 585.76	\$ -	\$ 585.76

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment
4718-30-304-081	BMH REALTY LLC	503 W Grand River	30,366	28,258	2,108	\$ 4,521.28	\$ 168.64	\$ 4,689.92
4718-30-304-083	JOHN F TRUST MULLER	117 W Grand River	6,864	4,368	2,496	\$ 698.88	\$ 199.68	\$ 898.56
4718-30-306-049	440 WEST MAIN STREET, LLC	440 W Main St	11,650	4,724	6,926	\$ 755.84	\$ 554.08	\$ 1,309.92
4718-30-306-050	434 MAIN LLC	434 W Main St	2,604	2,604	0	\$ 416.64	\$ -	\$ 416.64
4718-30-306-051	DANIEL D GADWA	430 W Main St	1,436	1,436	0	\$ 229.76	\$ -	\$ 229.76
4718-30-306-052	MAIN STREET BRIGHTON LLC	428 W Main St	1,452	1,452	0	\$ 232.32	\$ -	\$ 232.32
4718-30-306-053	ROY V HENKEL	424 W Main St	690	690	0	\$ 110.40	\$ -	\$ 110.40
4718-30-306-054	CLAUDIA & GOUGHERTY M ROBLEE	422 W Main St	1,978	1,978	0	\$ 316.48	\$ -	\$ 316.48
4718-30-306-055	KITTREDGE MAYDAY TRUST	408 W Main St	8,650	8,650	0	\$ 1,384.00	\$ -	\$ 1,384.00
4718-30-306-057	BRIGHTON BAR & GRILL ENTERPRIS	400 W Main St	6,033	4,713	1,320	\$ 754.08	\$ 105.60	\$ 859.68
4718-30-306-058	MICHAEL S & SHARON MULLER	334 W Main St	3,305	2,447	858	\$ 391.52	\$ 68.64	\$ 460.16
4718-30-306-059	ROBERT A MOORE	332 W Main St	2,558	2,558	0	\$ 409.28	\$ -	\$ 409.28
4718-30-306-060	328 W MAIN LLC	322 W Main St	7,041	4,841	2,200	\$ 774.56	\$ 176.00	\$ 950.56
4718-30-306-061	C D R PROPERTIES LLC	312 W Main St	7,699	7,699	0	\$ 1,231.84	\$ -	\$ 1,231.84
4718-30-306-064	TRISTAR INC	211 N First St	5,986	5,986	0	\$ 957.76	\$ -	\$ 957.76
4718-30-306-090	THE STATE BANK	134 N First St	11,460	5,730	5,730	\$ 916.80	\$ 458.40	\$ 1,375.20
4718-30-306-091	BRIGHTON BUILDING INVESTMENTS	500 W Main St	8,742	2,914	5,828	\$ 466.24	\$ 466.24	\$ 932.48
4718-30-306-092	TRISTAR INC	230 N Second St	6,652	6,652		\$ 1,064.32	\$ -	\$ 1,064.32
4718-30-306-094	SBT LLC	150 N First St	4,302	2,151	2,151	\$ 344.16	\$ 172.08	\$ 516.24
4718-30-308-004	KRUEGER HOLDING LLC	209 W Main St	10,740	5,340	5,400	\$ 854.40	\$ 432.00	\$ 1,286.40
4718-30-308-005	BRYN & PATRICE HARTSHORNE	213 W Main St	8,551	4,311	4,240	\$ 689.76	\$ 339.20	\$ 1,028.96
4718-30-308-006	217 MAIN LLC	217 W Main St	11,502	5,730	5,772	\$ 916.80	\$ 461.76	\$ 1,378.56
4718-30-308-013	JALCO DEVELOPMENT	321 W Main St	2,537	2,537	0	\$ 405.92	\$ -	\$ 405.92
4718-30-308-018	FIFTH THIRD BANK	300 W North St	14,553	6,781	7,773	\$ 1,084.90	\$ 621.81	\$ 1,706.70
4718-30-308-024	DTE ELECTRIC COMPANY	220 Pierce St	1,608	1,608	0	\$ 257.28	\$ -	\$ 257.28
4718-30-308-025	BRIGHTON MASONIC BLDG	315 W North St	7,405	7,405	0	\$ 1,184.85	\$ -	\$ 1,184.85
4718-30-308-028	WBS EQUITIES LLC	401 W Main St	5,100	5,100	0	\$ 816.00	\$ -	\$ 816.00
4718-30-308-031	PARSONS BROTHERS INC	409 W Main St	4,400	4,400	0	\$ 704.00	\$ -	\$ 704.00
4718-30-308-088	WOOD 'N THINGS INC	200 Hyne St	2,462	2,102	360	\$ 336.24	\$ 28.80	\$ 365.04
4718-30-308-089	GAIL VANTIEM	210 Hyne St	483	483	0	\$ 77.28	\$ -	\$ 77.28
4718-30-308-090	WILLIAM D & BARBARA L MCCRIRIE	317 W Main St	2,244	1,650	594	\$ 264.00	\$ 47.52	\$ 311.52
4718-30-308-095	SALVATORE & SYLVIA VIVIANO	501 W Main St	2,112	2,112	0	\$ 337.92	\$ -	\$ 337.92
4718-30-308-097	DEBORAH SHIPOSH	431 W Main St	5,164	3,360	1,804	\$ 537.60	\$ 144.32	\$ 681.92
4718-30-308-099	MOJBRI LLC	305 W Main St	1,723	1,723	0	\$ 275.68	\$ -	\$ 275.68
4718-30-308-100	NAIN LLC	307 W Main St	3,892	2,176	1,716	\$ 348.16	\$ 137.28	\$ 485.44
4718-30-308-101	MICHAEL G & COLLEEN E MONROE	427 W Main St	2,220	2,220	0	\$ 355.20	\$ -	\$ 355.20
4718-30-308-103	RICHARD & ROBIN L STARNES	421 W Main St	2,167	2,167	0	\$ 346.72	\$ -	\$ 346.72

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment
4718-30-308-104	RICHARD & ROBIN L STARNES	423 W Main St	1,551	1,551	0	\$ 248.16	\$ -	\$ 248.16
4718-30-308-105	ANDRE'S FINE JEWELRY INC	425 W Main St, Ste 101	1,197	1,197	0	\$ 191.52	\$ -	\$ 191.52
4718-30-308-106	ANDRE'S FINE JEWELRY INC	425 W Main St, Ste 102	1,323	1,323	0	\$ 211.68	\$ -	\$ 211.68
4718-30-308-109	LLB PROPERTIES LLC	323 W Main St	10,274	5,137	5,137	\$ 821.92	\$ 410.96	\$ 1,232.88
4718-30-310-001	MAIN STREET RAYDIANCE LLC	537 W Main St	568	568	0	\$ 90.88	\$ -	\$ 90.88
4718-30-310-004	MATTHEW P GIULIANI	533 W Main St	568	568	0	\$ 90.88	\$ -	\$ 90.88
4718-30-310-005	JOEL W & MANDY G KOCEVAR	529 W Main St	568	568	0	\$ 90.88	\$ -	\$ 90.88
4718-30-310-008	MITCHELL A & SUZANNE M LIPON	523 W Main St	568	568	0	\$ 90.88	\$ -	\$ 90.88
4718-30-310-009	GRJGB LLC	519 W Main St	568	568	0	\$ 90.88	\$ -	\$ 90.88
4718-30-310-012	EUGENE M JUERGENS	515 W Main St	568	568	0	\$ 90.88	\$ -	\$ 90.88
4718-30-310-014	GRJGB LLC	511 W Main St	568	568	0	\$ 90.88	\$ -	\$ 90.88
4718-31-100-087	BMH REALTY LLC	201 W Main St	11,164	5,564	5,600	\$ 890.24	\$ 448.00	\$ 1,338.24
4718-31-100-088	JOHN W & SHIRLEY L JARVIS	205 W Main St	2,110	2,110	0	\$ 337.60	\$ -	\$ 337.60
4718-31-102-001	MTL DEVELOPMENTS LLC	102 E Grand River	1,843	1,843	0	\$ 294.88	\$ -	\$ 294.88
4718-31-102-013	NORMA L BEAUCHAMP	140 E Grand River	2,199	2,199	0	\$ 351.84	\$ -	\$ 351.84
4718-31-102-014	BGR OFFICES LLC	136 E Grand River	1,628	814	814	\$ 130.24	\$ 65.12	\$ 195.36
4718-31-102-015	LOCONTE LLC	132 E Grand River	5,525	1,650	3,875	\$ 264.00	\$ 309.97	\$ 573.97
4718-31-102-016	AMERICAN PROPERTY INVESTMENT	126 E Grand River	1,039	1,039	0	\$ 166.21	\$ -	\$ 166.21
4718-31-102-017	M & M 2 HOLDINGS LLC	118 E Grand River	2,008	2,008	0	\$ 321.20	\$ -	\$ 321.20
4718-31-102-018	110 EGR ASSOCIATES LLC	108 E Grand River	11,850	8,490	3,360	\$ 1,358.40	\$ 268.80	\$ 1,627.20
4718-31-102-019	GREATER BRIGHTON AREA	218 E Grand River	4,127	2,103	2,024	\$ 336.48	\$ 161.92	\$ 498.40
4718-31-102-020	GREGG A WERNER ET AL	212 E Grand River	2,400	2,400	0	\$ 384.00	\$ -	\$ 384.00
4718-31-102-021	206 GR LLC	200 E Grand River	3,016	3,016	0	\$ 482.56	\$ -	\$ 482.56
4718-31-102-024	NORTH STREET PARTNERS LLC	135 W North St	7,960	7,960	0	\$ 1,273.60	\$ -	\$ 1,273.60
4718-31-102-026	PATRICK TORTORA	139 W Main St	6,171	3,199	2,973	\$ 511.78	\$ 237.82	\$ 749.60
4718-31-102-029	GEORGE M & RUTH M KUDLA	111 W Main St	4,052	4,052	0	\$ 648.32	\$ -	\$ 648.32
4718-31-102-030	BINKLEY PROPERTIES LLC	105 W Main St	2,560	2,560	0	\$ 409.60	\$ -	\$ 409.60
4718-31-104-001	JANET M MCGIVNEY	201 E Main St	1,392	1,133	259	\$ 181.28	\$ 20.70	\$ 201.98
4718-31-104-002	NANCY & JAMES MATTHEWS	114 E Main St	1,638	1,140	498	\$ 182.40	\$ 39.84	\$ 222.24
4718-31-104-006	MCMANUS FAMILY LLC	210 S East St	2,408	1,204	1,204	\$ 192.64	\$ 96.32	\$ 288.96
4718-31-104-009	GEORGE J & MELANIE MOSES	110 E North St	2,056	1,136	920	\$ 181.76	\$ 73.60	\$ 255.36
4718-31-104-010	THE WITT FAMILY TRUST	201 E Grand River	2,670	2,670	0	\$ 427.20	\$ -	\$ 427.20
4718-31-104-017	JOHN F TRUST MULLER	305 E Grand River	1,493	789	704	\$ 126.24	\$ 56.32	\$ 182.56
4718-31-104-018	TERESA'S STYLING SALON INC	309 E Grand River	1,441	966	476	\$ 154.48	\$ 38.05	\$ 192.53
4718-31-104-019	EDBOB INVESTMENTS LLC	315 E Grand River	1,980	1,980	0	\$ 316.80	\$ -	\$ 316.80
4718-31-104-020	LAWRENCE & BETTY BEDNARZ	325 E Grand River	4,395	3,407	988	\$ 545.12	\$ 79.04	\$ 624.16
4718-31-104-032	101 G R HOLDING LLC	102 E Main St	3,628	1,814	1,814	\$ 290.21	\$ 145.10	\$ 435.31

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment	
4718-31-104-033	KADELI TRUST	107 E Grand River	4,552	4,552	0	\$ 728.34	\$ -	\$ 728.34	
4718-31-104-034	THREE TWENTY FIVE 325 LLC	113 E Grand River	1,623	1,623	0	\$ 259.68	\$ -	\$ 259.68	
4718-31-104-035	DSAD PROPERTIES LLC	125 E Grand River	5,379	5,379	0	\$ 860.69	\$ -	\$ 860.69	
4718-31-104-039	M & M 3 HOLDINGS COMPANY LLC	117 E Grand River	2,165	2,165	0	\$ 346.40	\$ -	\$ 346.40	
4718-31-104-042	GRANDBRI INVESTMENTS	225 E Grand River	15,400	7,700	7,700	\$ 1,232.00	\$ 616.00	\$ 1,848.00	
4718-31-104-044	GS ADVISORS LLC	139 E Grand River	3,313	3,313	0	\$ 530.03	\$ -	\$ 530.03	
Total Zone A			110	556,338	441,243	115,095	\$ 70,598.86	\$ 9,207.62	\$ 79,806.48

Zone B (2 Parcels)

First Floor Assessment per Square Foot - \$0.12

\$0.120

Basement & Upper Floor Assessment per Square Foot - \$0

\$0.060

Parcel Number	Owner/Business	Address	Total SF	First Floor SF	Basement and Upper Floors SF	First Floor Assessment	Basement and Upper Floor Assessment	Total Annual Assessment	
4718-30-303-056	BMH REALTY LLC	222 W Grand River	3,954	3,954	0	\$ 474.48	\$ -	\$ 474.48	
4718-30-303-057	BMH REALTY LLC	204 W Grand River	1,475	1,475	0	\$ 177.00	\$ -	\$ 177.00	
Total Zone B			2	5,429	5,429	0	\$ 651.48	\$ -	\$ 651.48
Grand Totals				561,767	446,672	115,095	\$ 71,250.34	\$ 9,207.62	\$ 80,457.96