

Certificate of Deposit (CD)

A certificate of deposit (CD) is a savings account that holds a fixed amount of money for a fixed period of time, such as six month, one year, etc. In exchange, the bank pays a fixed rate of interest (see rate sheet). When a CD is redeemed, the customer receives their original investment plus interest. If the CD is redeemed prior to maturity, a penalty applies.

CD Penalties:

If term is 12 months or less – 31 days interest earned or could have been earned

If term is over 12 months and less than 36 months – 90 days interest earned or could have been earned

If term is 36 months or greater – 180 days interest earned or could have been earned

CD's are available to both personal and business customers.