



C³BR

**Clerks, Commissioners
and Courts Blocked and
Restricted Account Trusts**



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and Courts Blocked and
Restricted Account Trusts**

C3BR provides Courts an alternative solution to traditional bank accounts or structured annuities for Blocked and Restricted Accounts. By providing robust fiduciary controls, supervision, 24/7 access to account data, and greater design flexibility; C3BR affords better outcomes for the Courts, and Minor and Incompetent Adult beneficiaries.

C3BR makes available solutions across a wide spectrum of Court needs including but not limited to Court Ordered:

- Blocked Minor Accounts
- Restricted Minor Accounts allowing limited use for court pre-approved selected purposes.
- Block and Restricted Accounts under the supervision of a Public Guardian



Overview

Traditionally, Court-Ordered Blocked, Restricted and Monitored accounts are held in a basic bank savings account or illiquid structured annuities with no active fiduciary controls or supervision. The lack of active fiduciary controls over the bank savings accounts or illiquid structured annuities limits the Courts flexibility, and unnecessarily burdens the Court's docket and potentially harming the Beneficiary.

About C3BR

C3BR is available for use in all 50 states and U.S territories and is intended to offer an alternative solution to traditional bank saving accounts or illiquid structured annuities. By providing robust fiduciary controls, supervision and greater design flexibility, C3BR provides

C3BR Advantages

(See page 6 for full advantages)

- 1 **Currently in use by Courts across the country**
- 2 **FDIC coverage up to \$125,000,000 when assets are held in FDIC insured option**
- 3 **Real time 24/7 reporting access for the Court and its offices**
- 4 **Guaranteed no unauthorized distributions**
- 5 **Not annuity based**

Risk of Using Traditional Accounts

- ✓ Zero active fiduciary controls and oversight to prevent unauthorized distributions
- ✓ Account assets are subject to the claims of third parties, divorcing spouses and creditors
- ✓ Limited reporting and monitoring capability for the Court
- ✓ The Court is locked into a single account design with no flexibility
- ✓ Increased liability burdens on the beneficiary and the beneficiary's family due to the "Kiddie Tax"
- ✓ Reduced government support benefits and Federal Student Financial Aid
- ✓ Structured annuities are Illiquid
- ✓ No investment options
- ✓ Fails to keep pace with inflation



Next Generation

The Clerks, Commissioners and Court Blocked and Restricted Account Trusts solution (C3BR) offered by ACOMTA provides alternative solutions to the basic bank savings account and illiquid structured annuity. C3BR's patented proprietary technology provides customized solutions to meet the needs of the Court including:

- ✓ Minor Blocked Account
- ✓ Restricted Minors Account

Clerks, Commissioners and Court Blocked and Restricted Account Options

Alternative solutions to traditional bank savings and annuity accounts.

C3BR is intended to offer an alternative solution to traditional bank savings accounts and illiquid structured annuities. Whereas traditionally, Court-Ordered Blocked, Restricted and Monitored accounts are held in basic bank savings accounts with no active fiduciary controls or supervision.

Today with C3BR courts now have the following highlighted options:

Minor Blocked Account

(FOR USE WITH MINORS ONLY)

This account protects the proceeds from a settlement, insurance or estate for a minor until the beneficiary obtains the age stipulated by the Court. The C3BR Joinder provides for designs as a **PURE BLOCKED ACCOUNT** with no withdrawals of principal or interest made without the prior order of the Presiding Court **EXCEPT** that the Order to Deposit may provide for the automatic withdrawal by the minor upon attaining the age of majority (or a pre-authorized schedule of one or more ages, which may begin with the age of majority or later age, and may include one or more age thresholds).

Restricted Minors Account

(FOR USE WITH MINORS ONLY)

When appropriate, in the opinion of the Presiding Court, the C3BR Joinder provides for design as a **RESTRICTED ACCOUNT**. As a **RESTRICTED ACCOUNT**, the Court may place restrictions on assets to preserve the financial well-being of the protected party.

Restricted accounts provide that the Court may either (i) require the Court's approval for every distribution, or (ii) the Court may preauthorize certain limited classes of distributions for specific stipulated **"RESTRICTED CATEGORIES."**

Restricted Account distributions are under the supervision and oversight of the C3BR Trustee. The C3BR Trustee shall ensure that the distributions are prudent, necessary and for the sole benefit of the beneficiary; if so determined by the Trustee, in their sole authority and discretion.

Further, in no case are the parents, guardian or spouse of the beneficiary or any other third-party to benefit from a Restricted Account distribution, either directly or indirectly (via cost shifting, allocation of living or ordinary parental expenses or similar mechanisms).

C3BR ACCOUNTS



Blocked Minors Account



Restricted Minors Account

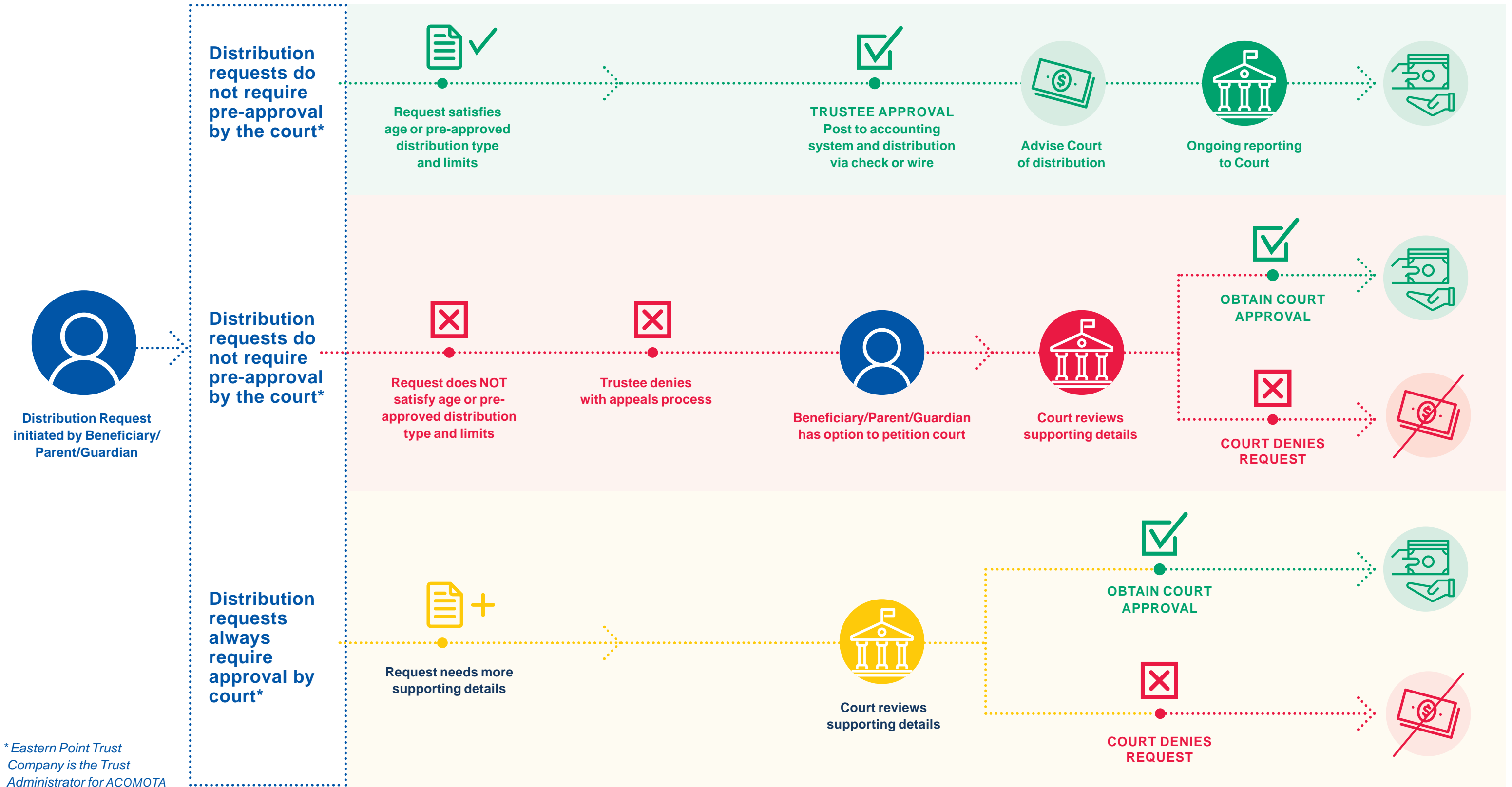
C3BR Advantage

C3BR's patented proprietary technology provides customized solutions to meet the needs of the Court. Quick and easy to implement, the system is accessible via most modern web browsers. No software to install, no bank fees or costs to utilize the system.



- ✓ **Low-cost institutional investment options that provide next day liquidity. Options range from FDIC principle guaranteed money market to growth-oriented asset allocations** (see page 10 for more details)
- ✓ **Interfaces with the Public Guardian as required**
- ✓ **Reduces the Court Docket**
- ✓ **Robust account monitoring and exception reporting audits sent directly to the Court ensures account integrity**
- ✓ **Real-time 24/7 reporting access for the Court and its offices**
- ✓ **Can solve the Kiddie Tax trap**
- ✓ **Low cost**
- ✓ **Guaranteed no "unauthorized distributions" Affords asset protection and protection from creditors**
- ✓ **FDIC coverage up to \$125,000,000 for funds held in Money Market.**
- ✓ **Secure and simple online account set up eliminates the need to travel to the bank**
- ✓ **Affords true institutional fiduciary oversight and control**
- ✓ **Protects future government benefits and student financial aid eligibility of the Beneficiary**
- ✓ **Provides pre-vetting of distribution requests with guidance from the Court and its offices**
- ✓ **Manage multiple accounts with a single login**
- ✓ **Currently in use by Courts across the country**
- ✓ **May reduce tax burden on the Beneficiary and their families**
- ✓ **Not annuity based**

FEATURES	C3BR	TRADITIONAL OPTIONS
Deposits are within the same jurisdiction of the presiding Court	✓	✓
Automatic Annual Proof of Restricted Account and Annual Verification of Funds on Deposit reports to the Court flexible design options to the Court	✓	□
Reduces the Court Docket	✓	□
Robust account monitoring and exception reporting audit sent to the Court/Clerk	✓	□
Real time 24/7 reporting access for the Court and its offices	✓	□
Interfaces with the Public Guardian as required	✓	□
Guaranteed no unauthorized distributions	✓	□
Asset protection from third parties	✓	□
FDIC coverage up to \$125,000,000 when assets are held in FDIC option	✓	□
Secure and simple online account set up from the office of the Clerk	✓	□
Provides institutional fiduciary oversight and control	✓	□
Preserves current and future eligibility for all government benefits	✓	□
Provides pre-vetting of distribution requests with guidance from the Court and its offices	✓	□
Assets are protected from misuse by parents or guardians	✓	□



* Eastern Point Trust Company is the Trust Administrator for ACOMOTA

Flexible Portfolio Options

C3BR provides the Court or the guardian the flexible option of six portfolio model allocations. The Court may mandate the portfolio options to be utilized or leave allow the guardian discretion.

The advantage of flexible portfolio options provides the court (or the guardian) the ability to match the risk tolerance and suitable allocation. This flexibility provides an inherent benefit over traditional bank accounts and illiquid structured annuities.

Allocation Options:

1. **Money Market**—Principle Protected—lowest yield. Up to \$125,000,000 in FDIC coverage
2. **Government and Commercial Bonds and Debt**—Greater yield than Money Market. The allocation has no equity exposure, but may lose principal value. Managed by Deutsche Bank Wealth Management.
3. **Asset Allocation Portfolios Covering the Risk/Suitability Spectrum**—C3BR offers 5 assets allocations managed by Deutsche Bank Wealth Management containing no load and low costs EFTs with a diversified allocation of income and equity positions.



Institutional Asset Allocation Expertise from Portfolio Construction to Ongoing Reviews by Deutsche Bank Wealth Management

1

STRATEGIC ASSET ALLOCATION

Portfolio construction is based on Deutsche Bank Wealth Management’s long-standing CIO expertise. Using a rigorous process, expected returns, volatilities and correlations are calculated and provide the foundation for our allocations.

2

PRODUCT SELECTION

Using Deutsche Bank Wealth Management team’s open architecture platform buttressed by due diligence, DBWM selects the most efficient ETFs for the portfolios. Key criteria are costs, liquidity and accuracy of tracking the underlying index. Initial selection is followed by periodic reviews.



3

YEARLY REBALANCING

Portfolios are configured for rebalancing yearly, aiming to align the actual asset allocation to the strategic asset allocation. This keeps the risk-return characteristics of the investment solution in line with investor profile. Ad-hoc rebalancing may only apply in specific situations to ensure efficiency.

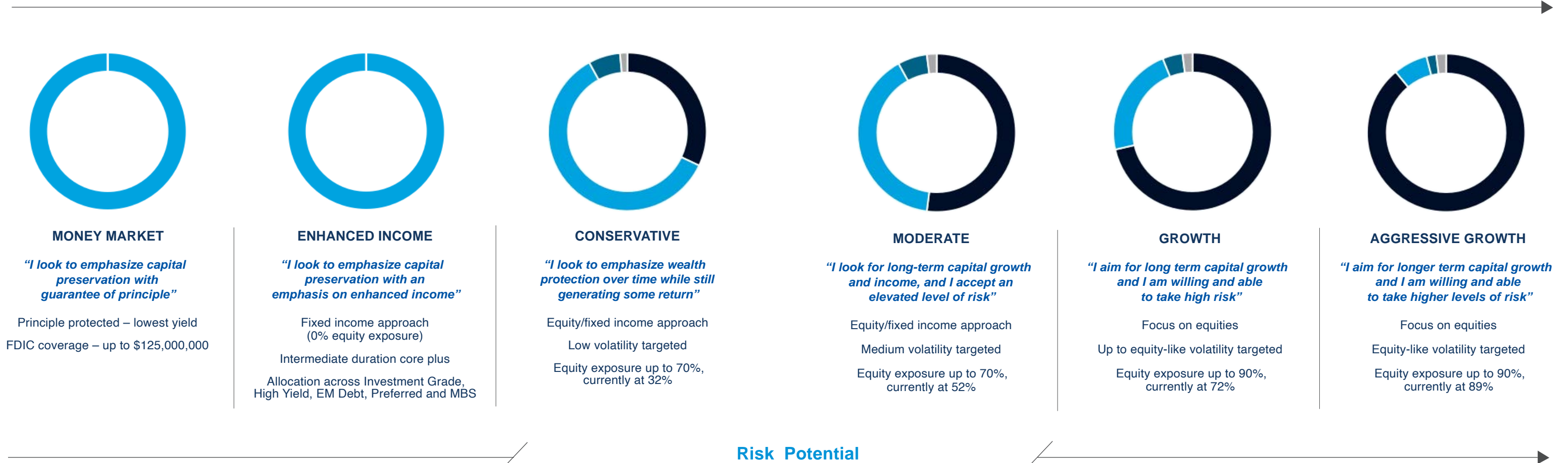
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REGULAR REVIEWS AND MONITORING

While built for long-term investors, continuous monitoring is handled by a dedicated investment committee to ensure quality of asset allocation and product selection.

Allocation Portfolios

Return Potential



■ Equities ■ Fixed Income ■ Liquidity ■ Commodities

There is no guarantee that investment objectives or return expectations may be realized. For illustrative purpose only. Source: Deutsche Bank Wealth Management, as of December 2020.



Association of Court Ordered and
Monitored Trusts and Accounts
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The asset allocations described herein are formulated by the Regional Investment Committee (RIC) within (Deutsche Bank WM) and may utilize the following asset class components: municipal bonds, corporate bonds, government bonds, mortgage backed securities, preferred stock, senior bank loans, international bonds, U.S. high-yield bonds, emerging market debt, and cash. The strategy selected is based upon the individual investor's objectives and risk tolerance. Your selected portfolio will determine the specific allocation to the asset classes represented by the vehicles described herein. Implementation vehicles and asset allocations are determined by the Americas Investment Committee and are change subject at their discretion.

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