

# FIRST News

THE FIRST NATIONAL BANK OF NOKOMIS  
AYARS BANK • FIRST NATIONAL BANK OF ARTHUR

-- 5-Star Rating from Bauer Financial --

March

We Appreciate Being YOUR Bank

2016

## EMPLOYEE SPOTLIGHT



**Jim Keller**

Jim was born and raised in the Nokomis-Witt area, and has been involved in agriculture for many years. After school Jim married Wendy Wareham of Taylorville.

Jim worked for Rosamond Co-op for sixteen years, then moved on to managing a fertilizer and chemical plant in Vanderville (halfway between Nokomis and Taylorville) for eight years. In February of 2000 Jim joined First National Bank of Nokomis as a loan officer.

Jim and Wendy have three children Melissa, Ashlee, and Michael. They also have six grandchildren. Through out the years Jim and Wendy watched their children play sports, and now with six grandchildren the cycle starts over.

For any of your loan needs whether it be to purchase a new vehicle or an agricultural crop line of credit, Jim is here to help. Stop by today to see how Jim can help you.

## Individual Retirement Account

An individual retirement account, or IRA, is an account you can set up with First National Bank that allows individuals to save for retirement. We offer two types of IRA's, a Traditional or Roth. In a Traditional IRA, you make contributions with money you may be able to deduct on your tax return and any earnings can potentially grow tax-deferred until you withdraw them in retirement. If you are younger than age 70 for the entire tax year, and have compensation, you are eligible to open a Traditional IRA. Compensation is your salary you receive as an employee or your net income for personal services performed for the business if you are self-employed. All earnings on your IRA contributions remain tax deferred until you make withdrawals from the account. Starting at age 59, you can make withdrawals from your IRA without a 10% early-distribution penalty tax. When you reach age 70, you must begin to take required minimum distributions or severe tax penalties will apply. A Roth IRA, features tax-free withdrawals, but the contributions are not

deductible on your tax return. In order for the earnings to be tax free, you must meet a five year holding period for your IRA. After the five years, any earnings withdrawn for a qualified reason are income and penalty tax free. Each year, the contribution limits may change. For 2016, you can contribute up to 100% of your compensation or \$5500 (\$6500 if over 50), whichever is less, in either a Traditional or Roth IRA.



## Directory

122 W. State, Nokomis  
Telephone.....217-563-8311  
Toll Free.....800-355-8311  
Telebank.....888-838-2265  
Telebank (local)....217-563-2401  
[www.fnbnokomis.com](http://www.fnbnokomis.com)

### Other Locations

106 N. Main, Moweaqua  
Telephone.....217-768-3933  
Toll Free.....888-768-3933  
120 W. Progress, Arthur  
Telephone.....217-543-3850  
Toll Free.....888 543-3850

# SAVE MONEY, REDUCE DEBT AND BUILD WEALTH!!

Everyone wants to have extra cash laying around for a rainy day, or an emergency. Did you know that if you take the \$2.00 that you spend on one cup of coffee or latte every day, that the savings will fund a \$500.00 emergency fund over the course of a year? It's hard to believe something that simple can help us be on our way to our savings goal, but it can, and it will. Here are some other simple measures to take when trying to obtain security for our future. Live better, live smarter, and live wealthier!!

Change Counts... Make sure to save all that change in your pocket. Pennies add up!

Control your Impulse Spending. Take your time when making a purchase, sleep on it... your savings will thank

you!

Track your money. It's a good place to start, so you know where you are spending all of your hard earned money.

Take advantage of sales, discounts, and bulk buying. And remember... always shop with a list and then stick to it!

Avoid unnecessary fees such as NSF bank fees, ATM fees, late pmt. fees, etc.

Pay credit card charges off monthly and on time, in order to avoid unwanted interest charges and late fees.

Remember, be realistic, start small, but have a short term savings goal. Those small changes you make today will make a huge change for tomorrow!

## Any Changes?

If you have changed telephone numbers or moved recently, please notify us to help keep all information up to date.

There are several reasons for letting us know if you have moved or changed telephone numbers. One reason is so that Shazam, the debit card network, and the bank can notify you quickly if there is suspicious activity on your account. Another reason is, so you receive your account activity in your statements, your interest earnings, your loan payment notices, and other important information from us.

FNB is now collecting e-mail addresses. If you are so inclined, give your e-mail address to your local branch.

## Health Savings Account

Health Savings Accounts (HSAs) were created in 2003 so that individuals covered by high-deductible health plans could receive tax-preferred treatment of money saved for medical expenses. Generally, an adult who is covered by a high-deductible health plan (and has no other first-dollar coverage) may establish an HSA.

A health savings account (HSA) combines high deductible health insurance with a tax-favored savings account. Money in the savings account can help pay the deductible. Once the deductible is met, the insurance starts paying. Money left in the savings account earns interest and is yours to keep.

What are the advantages to having a Health Savings Account? Contributions to the HSA are 100% deductible (up to the legal limit) — just like an IRA. The 2016 Contribution limit for an individual is \$3350 or \$6750 for a family. Withdrawals to pay qualified medical expenses, including dental and vision, are never taxed. Interest earnings accumulate tax-deferred, and if used to pay qualified medical expenses, are tax-free. Unlike a flexible spending account (FSA), unused money in your HSA isn't forfeited at the end of the year; it continues to grow tax-deferred.

To get the benefits of an HSA, the law requires that the savings account be combined with a qualified high deductible health insurance plan which can cost less than other health insurance plans. In 2016, the minimum annual deductible of a qualified HSA plan for an individual is \$1300 and \$2600 for a family.

If your debit card is lost or stolen, please call your local branch during bank hours or **1-800-383-8000** or **1-866-508-2693** after regular banking hours.