

CASH SWEEPS



WHAT IS IT?

An automated service that systematically works to ensure that all excess collected balances are used to their maximum potential.

HOW DOES IT WORK?

- **Threshold:** First, you set a specific threshold for the cash balance you want to maintain in your checking account.
- **Automatic Sweeping:** At the end of each business day, any excess cash above the threshold is automatically swept into an investment option, such as a money market fund.
- **Avoiding Overdrafts:** If your checking account balance falls below the threshold, funds are swept back from the investment account to avoid potential overdrafts.
- **Loan Payments:** Businesses can also set up sweep accounts to pay down loans, such as lines of credit. Excess funds can be sent as loan payments, reducing overall interest expenses.

BENEFITS



Interest Earnings: Sweep accounts ensure that your money is working for you by earning interest.



Liquidity: Many investment vehicles used in sweep accounts (such as money market funds) are accessible, providing liquidity.



Save Time: Automation allows you to focus on your business while maximizing earning potential.



Secure: By keeping only the essential funds in your primary account, you can reduce your exposure to fraud.