

[Financial Institution Name]
[Address]
[City, State, Zip Code]
[Phone Number]

[Date]

[Customer Name]
[Address]
[City, State, Zip Code]

RE: NOTICE OF AMENDMENT TO SUBSTITUTE CHECK POLICY DISCLOSURE

Dear [Customer Name],

This letter serves as a formal notice that we are amending our Substitute Check Policy Disclosure, effective [Effective Date]. This amendment updates the terms regarding how we handle substitute checks and your rights concerning expedited recrediting under the Check Clearing for the 21st Century Act (Check 21).

What is a Substitute Check?

To make check processing faster, federal law permits banks to replace original checks with "substitute checks." These checks are similar in size to original checks with a slightly reduced image of the front and back of the original check. The front of a substitute check states: "This is a legal copy of your check. You can use it the same way you would use the original check." You may use a substitute check as proof of payment just like the original check.

What are your rights regarding substitute checks?

In certain cases, federal law provides a special procedure that allows you to request a refund for losses you suffer if a substitute check is posted to your account (for example, if you think that we withdrew the wrong amount from your account or that we withdrew money from your account more than once for the same check). The losses you may attempt to recover under this procedure may include the amount that was withdrawn from your account and fees that were charged as a result of the withdrawal (for example, bounced check fees).

The amount of your refund under this procedure is limited to the amount of your loss or the amount of the substitute check, whichever is less. You also are entitled to interest on the amount of your refund if your account is an interest-bearing account. If your loss exceeds the amount of the substitute check, you may be able to recover additional amounts under other law.

How do you make a claim for a refund?

If you believe that you have suffered a loss relating to a substitute check that you received or that was listed on your account statement, please contact us at:

[Phone Number]

[Mailing Address for Claims]

[Email/Website if applicable]

You must contact us within [Number, e.g., 40] calendar days of the date that we mailed (or otherwise delivered by a means to which you agreed) the substitute check in question or the account statement showing that the substitute check was posted to your account, whichever is later. We will extend this time period if you were not able to make a timely claim because of extraordinary circumstances.

Your claim must include:

- A description of why you have suffered a loss;
 - An estimate of the amount of your loss;
 - An explanation of why the substitute check is not sufficient to confirm that you suffered a loss;
- and
- A copy of the substitute check or the following information to help us identify the substitute check: [e.g., check number, the name of the person to whom you wrote the check, and the amount of the check].

Thank you for your continued business.

Sincerely,

[Name/Title]

[Financial Institution Name]