

## State Escheatment–Spring 2024– NFS Accounts

### Annual Spring Escheatment Filing Notification

Preparation for the annual escheatment of abandoned customer accounts has begun at NFS. As a reminder, the escheatment process is an annual event with most states requiring fall reporting and a few states requiring spring or summer reporting. The spring reporting states are CT, DE, FL, NY, PA, IL, and VT. The summer states are CA, MI, and TX. The remaining states receive reports due before November 1. National Financial Services LLC (NFS) will manage the reporting; However, you should be aware of a few things.

Escheatment-eligible accounts are determined based on two key factors: 1) The account is coded and dated abandoned with the H1 or HB restriction code; and 2) the abandoned account has aged or been dormant for a sufficient period. This dormancy period is determined by the state and varies between states.

Below is the anticipated timeline for the spring escheatment. Relevant reports can be requested from the Account Services dept.

The accounts listed on the Escheatment Eligibility Report are the accounts that will be escheated to the state in the current year reporting cycle. You can remove the account from the list as long as the X2 restriction code has not been added to the account. The X2 restriction indicates that the account has been escheated.

### Spring 2024 Escheatment – Anticipated Timeline

Date	Activity
Sept - Dec	Due Diligence mailings.
December 1	Debit sells complete. Sale or write-off to eliminate debit balances.
January 15	Core account removed, to prevent accrued dividends.
January 17	Transfers. Balances are transferred from customer accounts to state accounts.
January 17	X2 added. The X2 restriction code is added to escheated accounts.
February	Reconciliation of assets.
March	Reporting to states with remittance for escheated assets.