



ELEUTHERIAN
TRUST COMPANY

BSA/AML Quiz

E-mail Address:

1) Money Laundering is?

The Process by which companies receive crumpled bills and turn them into crisp currency.

Hiding currency so that criminal activities cannot affect it.

Disguising the source of money produced in criminal activities so that it appears legitimately earned.

When tainted money taken by police from criminals is deposited into government accounts.

2) The USA patriot Act of 2001 required trust companies to adopt what program as part of its BSA compliance program?

OFAC

Independent Testing

Client Identification Program (CIP)

Suspicious Activity (SARS)

3) The Bank Secrecy Act requires the Board of Directors of the Trust Company to:

Train manager in BSA/AML

Appoint a BSA Officer

Conduct a BSA/AML audit every six months

Memorize the OFAC list of high-risk countries

- 4) A SAR filing is required when the suspicious transaction is?
more than \$5,000 dollars
more than \$10,000 dollars
when the suspect has no identity
for any reason believed to be tied to illegal activity, regardless of the dollar amount or suspect identity.
- 5) Know Your Client (KYC) Procedures
Involves weekly interviews
Starts with Client Identification Program and assessing the risks associated with each client
Requires two photo I.D.s from the client
Are not a necessary component of BSA/AML compliance Program
- 6) The Trust Company's Client Identification Program (CIP) must:
Include cross-checking against the FBI's "Most Wanted" list
Be approved by the BSA Officer
Retain the Identifying information for 15 years after the year in which account is closed
Be written and approved by the Board of Directors
- 7) How many calendar days from the initial detection of suspicious activity does the Trust Company have to file a SARs?
5 Calendar Days
15 Calendar Days
30 Calendar Days
90 Calendar Days
- 8) The BSA/AML Compliance Program helps manage and assess risk of clients, companies and countries with which they do business.
True
False

9) The BSA Officer must:

Have a degree in Finance

Have worked for the Trust Company for at least three years

Monitor for suspicious activity once a month

Be appointed by the Board

10) In the Trust Company, BSA/AML training is required for:

Board of Directors Only

All Staff whose duties require knowledge of the BSA

BSA Officer

New employees

11) BSA/AML Compliance Programs must have four pillars. What are they?
(Choose from Drop Down)

12) Fines can be impose on the Trust Company, directors, partners, officers, and employees of the Trust Company for BSA violations.

True

False

13) OFAC is not a regulator, but an _____ agency.

Oversight

Administrative

Enforcement

Advertising

14) Which statement is not true with regard to Suspicious Activity Reports (SARS):

The Board must be notified when a SAR is filed.

SARS must be filed no later than 30 calendar days for the date of the initial detection of the suspicious activity.

Only the BSA Officer can file a SAR.

The Trust Company must retain copies of SARS and supporting documentation for 5 years from the date of the report.

15) Which of these is NOT considered suspicious activity?

Transaction that have no apparent business purpose

Information provided by the client is false, inconsistent or misleading

Client identification appears perfect and well organized

Transfer into accounts from jurisdictions where drug trafficking and or terrorist financing is known to occur.

16) Independent testing should be done to the compliance program.

True

False

17) Penalties for the Trust Company for violation of the Bank Secrecy Act include:

Cease and Desist Order

Order of supervision, Removal or prohibition

Criminal Money Penalties

Civil money penalties

All of the above

18) Which of these is NOT part of the Risk Assessment and Compliance program?

Products

Services

Wealth

Clients

Geographies

Questions?

If you have any questions or comments about the training presentation, please contact Matthew Maurer at mmaurer@eleutheriantrust.com

Submitting Quiz Answers

Once you have completed the quiz, please click the submit button below. The quiz will be sent to be graded and your score and status will be delivered shortly. Thank you