

ACNB BANK

BOARD TRUST COMMITTEE CHARTER

Purpose

The Board of Directors of ACNB Bank (the “Bank”) shall appoint a Trust Committee (the “Committee”) to determine the policies and oversee the operations of Trust & Investment Services to ensure proper exercise of the fiduciary powers of the Bank. The Committee shall also determine the policies and oversee the administration of the Bank’s non-deposit investment products (NDIP) retail sales program as a separate and distinct service under ACNB Wealth Management.

Committee Membership

The Committee shall consist of not less than five (5) Directors, the majority of whom shall not be employees of the Bank or its affiliates. Committee members and a chair shall be appointed annually by the Board. Committee members may be added or replaced by the Board.

Committee Authority and Responsibilities

1. The Committee shall determine the policies of Trust & Investment Services with annual review and recommendation to the Board of Directors for approval.
2. The Committee shall oversee the operations of Trust & Investment Services and the administration of the Bank’s trust accounts. The Committee shall perform such tasks as it determines to be necessary and appropriate to discharge this function and for adherence to the Trust & Investment Services Policy. The Committee shall also ratify the acceptance, closing out or relinquishing of fiduciary relationships by officers designated for that purpose, as well as all purchases and sales of, and changes in, trust assets.
3. The Committee shall ensure review of the activities of Trust & Investment Services for compliance with the FDIC Statement of Principles of Trust Department Management, which requires an audit of fiduciary activities at least annually with reporting to the Committee.
4. The Committee shall determine the policies related to the Bank’s NDIP retail sales program with annual review and recommendation to the Board of Directors for approval.
5. The Committee shall oversee the administration of the NDIP retail sales program and perform such tasks as it determines to be necessary and appropriate to discharge this function and for adherence to the Retail Sales of Non-Deposit Investment Products Policy Statement.
6. The Committee shall meet on at least a bimonthly basis of every other month, at such times as may be fixed by the Board of Directors, or upon call of the President, Chairman of the Board, or Chair of the Committee. A majority of the members of the Committee shall constitute a quorum for the transaction of business.
7. The Committee may form and delegate authority to subcommittees when appropriate.

8. The Committee shall submit the minutes of all meetings of the Committee to the Board.
9. The Committee shall obtain the Board's approval of the Board Trust Committee Charter (the "Charter") on an annual basis, as well as review and reassess this Charter, the performance of the Committee, and the Committee's role and responsibilities, as conditions dictate.