



## Truth-in-Savings Certificate Disclosure

### Certificate

Fixed rate certificate, your dividend rate will only change upon maturity at which time it will change to the current rate for the specified term.

Variable rate certificate, your dividend rate and annual percentage yield will only change upon your written request.

- A 12-month certificate will allow for 1 change.
- A 24-month certificate or 36-month certificate will allow for 2 changes.

### **DIVIDEND PERIOD**

The dividend period is monthly, beginning on the date the certificate is opened, and ending on the stated maturity date, unless otherwise renewed.

### **MATURITY DATE**

Your certificate will mature as stated on the Certificate Disclosure when opened. If the minimum balance requirement is not met at maturity, it will cause the certificate to close and the entire balance will be placed in the savings.

### **ALL CERTIFICATES AUTOMATICALLY RENEW**

**Fixed Rate / Variable Rate / Minor/Youth Sprout Saver / Individual Retirement Account (IRA) / Health Savings Account (HSA) / Coverdell**

**Education Savings Account (ESA):** Your certificate will automatically renew on the maturity date. Withdrawals, deposits, or a change in terms can only be done without a penalty on the maturity date or within 5 business days after the maturity date.

If the funds are not withdrawn at maturity or the credit union is not given written instructions as to the disposition of the funds, the certificate will be automatically renewed for the same term as when originally opened at the rate currently in effect for that term provided the matured value of the certificate is equal to or greater than the current minimum balance required. Any dividend credited to the certificate and not withdrawn at maturity will be considered part of the new principal balance for renewal.

### **BALANCE COMPUTATION METHOD**

Average daily balance method: Dividends are calculated by the average daily balance method which applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the balance in the account for each day of the period and dividing that figure by the number of days in the period.

### **COMPOUNDING AND CREDITING**

Dividends will be compounded and paid monthly and at maturity.

### **ACCRUAL OF DIVIDENDS**

On cash and non-cash deposits, dividends will begin to accrue on the business day you make the deposit to your account.

### **DEPOSITS**

Deposits can only be made on the date of maturity or within 5 business days after the date of maturity.

### **MINOR/YOUTH CERTIFICATES**

\$25 minimum balance to open. Deposits accepted anytime, with \$25 minimum per deposit. Your certificate will renew automatically on the maturity date.

Withdrawals can only be done without penalty on the maturity date or within 5 business days after the maturity date. Once minor reaches age of 18, the certificate will be restricted from accepting deposits. Once minor reaches age of 18, on next maturity date, the certificate will renew to the 12-month fixed rate certificate and follow all guidelines relative to that product.

### **FIXED RATE CERTIFICATES AND VARIABLE RATE CERTIFICATES**

A penalty will be charged if you withdraw any of the funds in your certificate before the maturity date. This penalty could result in a deduction of principal.

### **IRA SAVINGS ACCOUNT – HSA SAVINGS ACCOUNT – COVERDELL ESA SAVINGS ACCOUNT**

There will be no penalty for withdrawals.

### **IRA CERTIFICATES**

If you have an IRA Certificate and you are under the age of 59 ½, an early withdrawal penalty will be charged if you withdraw any funds before the maturity date. This penalty could result in a deduction of principal. If you have an IRA Certificate and you are over the age of 59 ½, an early withdrawal penalty will not be charged if you withdraw any funds.

### **EARLY WITHDRAWAL PENALTIES**

All certificates are subject to the following dividend penalties, based on amount withdrawn:

<b>Terms of 9 months or less are subject to a 90 day penalty of dividends.</b>
<b>Terms of 10 months or more are subject to a 180 day penalty of dividends.</b>
<b>The penalty for Special Certificates will display on the Certificate Disclosure when opened.</b>

### **DIVIDEND WITHDRAWALS**

Dividends may be withdrawn or transferred within 5 business days after the posting without penalty. The annual percentage yield is based on an assumption that dividends will remain on deposit in the account until maturity. Any withdrawal or transfer of dividends will reduce earnings, therefore reducing the annual percentage yield.

### **CHANGE IN CERTIFICATE TERM**

A penalty will be charged for any change in certificate term prior to the date of maturity. The penalty could result in a deduction of principal.

### **PAR VALUE OF SHARES**

The minimum required to open any account is the purchase of a \$5.00 par value of the share in the credit union.

### **FEES**

Refer to the current Service Fee Disclosure.