

# TRUTH IN SAVINGS DISCLOSURE



## 1. Rate Information

The Dividend Rate and Annual Percentage Yield (APY) on your accounts are set forth in the Deposit Rate & Fee Schedule. The Dividend Rate may change monthly or more often as determined by the Board of Directors. The Credit Union may offer special rate promotions from time to time based on your account relationship with us. If you have any questions or require current rate and fee information on your accounts, please call America's Credit Union at 253.964.3113 local or 1.866.968.7128 toll free.

## 2. Nature of Dividends

Dividends are paid from current income and available earnings after required transfers to reserves at the end of a dividend period. The Dividend Rate and Annual Percentage Yield set forth in the Deposit Rate & Fee Schedule are accurate as of the effective date which the Credit Union anticipates paying for the applicable dividend period.

## 3. Compounding and Crediting

Dividends will be compounded and credited monthly. The dividend period for all accounts is monthly beginning on the first calendar day of the month and ending on the last calendar day of the month.

## 4. Accrual of Dividends

Dividends will begin to accrue on all deposits on the business day you make the deposit to your account. If you close your account before accrued dividends are credited, dividends will not be paid.

## 5. Par Value of Shares

The par value of a regular share in this Credit Union is \$25. A \$25 minimum balance in a savings share is required except for Tree Fort Club and Teen Accounts.

## 6. Balance Information

The minimum balance required to open each account is set forth in the Deposit Rate & Fee Schedule. The minimum balance is required to obtain the stated Annual Percentage Yield and to avoid any service fees as set forth in the Deposit Rate & Fee Schedule. If the minimum balance is not met on any day, you will not earn the stated Annual Percentage Yield and there may be a monthly product fee. Dividends are calculated by Average Daily Balance for regular interest checking accounts, and the Daily Balance method for tiered rate checking accounts and all other share accounts. The period we use is the monthly statement cycle.

### *Average Daily Balance Computation Method*

Dividends are calculated by applying 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 for the period and dividing that figure by the number of days in the period.

### *Daily Balance Computation Method*

Dividends are calculated by applying a daily periodic rate to the balance in the account each day.

## 7. Tiered Rate Savings and Money Market Accounts

If you maintain the required balance as indicated in the Deposit Rate & Fee Schedule, you will earn dividends as disclosed for each account on the entire balance of your account. If you do not maintain the required balance, you will earn dividends based on the Dividend Rate offered for Regular Share accounts.

The Performance Saver Account is a Tiered Rate Account subject to the following:

### *Deposit Limitations*

Maximum of \$5,000 total deposit in any monthly period but you must make at least a minimum of \$10 in deposits every month. The principal balance cannot exceed \$100,000 during the lifetime of the Performance Saver. A maximum of one Performance Saver per Membership Account.

### *Tiered Dividend Rate*

If the account does not receive the minimum monthly deposit, the Performance Saver Dividend Rate will be reduced to the Regular Share Dividend Rate. When the minimum deposit has been met the share will earn the Performance Saver Dividend Rate.

### *Early Withdrawal Penalty*

No withdrawals are allowed before maturity. If you withdraw principal or dividends prior to the maturity date an Early Withdrawal Penalty may be assessed, and the account closed.

### *Amount of Early Withdrawal Penalty*

The amount of the early withdrawal penalty is based on forfeiture of dividends. The early withdrawal penalty is the most recent 90 days of dividends earned or would have been earned, or the total dividends earned since the date of issuance or renewal, whichever is less. If the dividend has already been paid, the penalty will be deducted from the principal.

### *Exceptions to Early Withdrawal Penalties*

At our option, we may pay the account before maturity without imposing an early withdrawal penalty when an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction.

### *Maturity Date*

The maturity date is 12 months. The balance will automatically renew for another 12-month term, unless you request us to transfer the funds to another share. You will have 10 days from the maturity date to withdraw your funds, without a penalty being assessed.

### **8. Guaranteed Rate Accounts**

The Dividend Rate is guaranteed for six months provided the balance does not fall below the Minimum Opening Balance. At the end of six months the Dividend Rate will be the current Market Saver Dividend Rate. Guaranteed Money Market accounts may be re-guaranteed for another six months upon your request at the current published Dividend Rate. If the balance is less than the Minimum Opening Balance, but at least \$2,500, the Dividend Rate will be the current Market Saver Dividend Rate. If at any time the account balance falls below \$2,500, the Dividend Rate will be the Regular Share Dividend Rate.

### **9. Tiered Rate Checking Accounts**

- **Affinity Free Checking** is a tiered rate checking account. If the account qualifications (as set forth below) are met for a qualification cycle, the applicable qualifying rate will apply to the balance in the account for that cycle. The Dividend Rate specified for a tier will apply only to the portion of the account balance that is within that tier. The range of annual percentage yield(s) (which vary depending on the balance in the account) are shown for each tier. To earn the qualifying dividend rate and APY, you must have in a statement period: e-statements, Direct Deposit of a minimum of \$500, use your Visa Debit card to conduct 10 point of sale (POS) transactions that post and settle, and \$15,000 in deposits or loans or a combination thereof. If account requirements are not met, dividends will not be paid.
- **Affinity Plus Checking** earns dividends on amounts up to \$25,000 with the following account activities: have 15 or more monthly debit card transactions of at least \$5 post to and clear your account, log onto ACU Online or ACU Mobile App at least once per month and be signed up to receive e-statements. If account requirements are not met, dividends will not be paid.
- **Affinity Premier Checking** earns dividends if the account requirements to earn dividends are met. To earn dividends, the average daily balance must be \$5000 and a minimum direct deposit of \$500 must be posted to the account during the statement cycle. If account requirements are not met, dividends will not be paid.

### **10. Health Savings Accounts (HSAs)**

HSAs are used in conjunction with a high-deductible health plan and require a separate signed application. An HSA allows you to make deductible contributions which can be used to pay for qualified medical expenses. An HSA booklet is furnished to you prior to account opening that includes the application, information about HSAs and the HSA Disclosure Statement. Contact your tax accountant or attorney for questions and advice on setting up your HSA.

### **11. Individual Retirement Accounts (IRAs)**

The Credit Union offers Traditional, Roth and Educational IRAs. An IRA booklet is furnished to you prior to account opening that includes the application, information about IRAs and IRA Disclosure Statement. Contact your tax accountant or attorney for questions and advice on setting up the best IRA account for you.

### **12. Club Accounts**

- **Christmas Club Account.** The entire balance will be paid to you by check or transferred to another account of yours on or after November 1st and the account will remain open. If a withdrawal is made from the Christmas Club account before the end of the club term, then the account will be closed and cannot be reopened until the beginning of the new Club Program.
- **Tree Fort Club Account.** The primary member on the account must be age 12 or under with a qualified member 18 years or older as the joint owner. No withdrawals are allowed unless \$25 is maintained in a Share or Tree Fort Club Account. The month after the primary member becomes 13 years of age the shares will be transferred to a Teen Savings account and the Tree Fort Club Account will be closed.

### **13. Teen Accounts**

- **Teen Saving.** The primary member on the account must be age 13- 17 with a qualified member 18 years or older as the joint owner. No withdrawals are allowed unless \$25 is maintained in a Share or Teen Savings account. When the primary member becomes 18 years of age the shares will be transferred to the regular share account and the Teen Savings account will be closed.
- **Teen Checking.** The primary member on the account must be age 13-17 with the child's parent or guardian or existing qualified member 18 years or older as joint owner. The Visa Debit card is only issued to the primary teen member. When the primary member becomes 18 years of age the share will convert to the Affinity Free Checking Account. Teen Checking is not a dividend paying account.

### **14. National Credit Union Share Insurance Fund**

This credit union is federally insured by the National Credit Union Share Insurance Fund.