

NORTH SANPETE FEDERAL CREDIT UNION DORMANT ACCOUNT POLICY

OBJECTIVE

The following policy regarding dormant accounts is hereby adopted by the Board of Directors of the North Sanpete Federal Credit Union to meet the following objectives:

- * Establish proper internal controls over transactions on inactive accounts; and
- * Promote reactivation of inactive accounts.

DORMANT ACCOUNTS POLICY

A dormant account shall be defined as an account on which there has been no activity, other than the posting of dividends, for a period of five years or more. If a transaction on a previously dormant account is executed, that transaction must be verified and approved by the Manager. A report of all such transactions shall be regularly maintained and submitted to the Supervisory Committee for review on a quarterly basis.

All accounts that have had no activity for five years or more shall be subject to a \$5.00 per quarter inactive fee. Members whom execute a transaction after the five year period may request to have any inactivation fees reversed.

An account will not be considered inactive and/or abandoned property, even though it otherwise meets this definition, if the owner of the account has made transactions on a joint account number within the five year period, or has indicated to the credit union, in writing, that he/she has not abandoned his/her account.