

# **NORTH SANPETE FEDERAL CREDIT UNION**

## **Truth in Savings Disclosure**

### **Savings Accounts**

For Regular Share Savings the following disclosures apply to all accounts:

#### **1. Rate Information:**

The Dividend Rate and Annual Percentage Rate on your accounts are determined quarterly, and may change at the discretion of the Board of Directors.

#### **2. Nature of Dividends:**

Dividends are paid from current income and available earnings after required transfers to reserves at the end of the dividend period. The Dividend Rate and Annual Percentage Yield are the prospective rates and yields that the Credit Union anticipates paying for the applicable dividend period.

#### **3. Compounding and Crediting:**

Dividends will be compounded quarterly and will be credited on the first day following the end of the quarter. For example: The beginning date of the first dividend period of the calendar year is January 1 and the ending date of such dividend period is March 31. Dividends for that quarter would be paid on April 1. All other dividend periods follow this same pattern of dates. Accounts closed before the first day following the end of the quarter will forfeit any dividends earned during that period.

#### **4. Minimum Balance Requirements:**

The minimum balance to open and to retain your account is \$25.00. If a paid item or other debit causes the account balance to fall below the minimum, your account will be required to be returned to the minimum balance.

#### **5. Balance Computation Method:**

Dividends are calculated by the daily balance method which applies a daily periodic rate to the principal in your account each day.

#### **6. Accrual of Dividends:**

Dividends begin to accrue on the business day you deposit noncash items (e.g. checks) to your account.

#### **7. Fees and Charges:**

There is a onetime membership fee of \$0.25 charged when a share savings account is opened.

#### **8. Transaction Limitations:**

There are currently no transaction limitations. The board will have the right, at any time, to impose limitations and fees for excessive share withdrawals from regular share accounts.

#### **9. Bylaw Requirements:**

A member who fails to complete payment of one share within 30 days of his admission to membership, or within 90 days from the increase in the par value in shares, or a member who reduces his share balance below the par value of one share and does not increase the balance to at least the par value of one share within 90 days of the reduction, may be terminated from membership.

The board of directors has the right, at any time, to require members to give up to 60 days written notice of intention to withdraw the whole or any part of the amounts paid in by them.

No member may withdraw any shareholdings below the amount of the member's primary or contingent liability to the credit union if the member is delinquent as a borrower, co-maker, endorser, or guarantor, without the written approval of the credit committee or loan officer.

**10. Par Value of Shares; Dividend Period:**

The par value of a regular share in this Credit Union is \$25.00. The dividend period of the Credit Union is quarterly.

**11. National Credit Union Share Insurance Fund:**

Member accounts in this Credit Union are federally insured by the National Credit Union Share Insurance Fund.