



Northern
Hills FEDERAL
CREDIT UNION

Truth-In-Savings Account Disclosure

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Share Savings, Special Savings, Health Savings, & IRA Savings

- 1. Rate Information:** The Dividend Rate and Annual Percentage Yield may change daily as determined by the Board of Directors. The Dividend Rate and Annual Percentage Yield are the projected rates and yields that the Credit Union anticipates paying for the applicable dividend period.
- 2. Accrual of Dividends:** For cash and non-cash deposits, dividends will begin to accrue on the business day you deposit them in your account. Dividends will be compounded and paid to your account on the last day of every calendar month.
- 3. Effect of Closing:** Dividends are not paid on closed accounts.
- 4. Account Limitations:** No more than six (6) transfers by telephone, preauthorized order, or automatic transfer to another account of the member or a third party will be permitted from any savings account per month.
- 5. Minimum Balance Requirements:** The minimum deposit required to open these accounts and earn dividends is disclosed in the Savings & Checking Rate Schedule shown on the reverse side of this document by account type.
- 6. Daily Balance Computation Method:** Dividends are calculated by the daily balance method, which applies a periodic rate to the balance in the account the end of each day.
- 7. Dividend Period:** For these account types, the dividend period is monthly. For example, the beginning date of the dividend period of the calendar year is January 1 and the ending date of the dividend period is January 31. All other dividend periods follow the same pattern of dates. The dividend declaration date is each month at the regular monthly board meeting.
- 8. Nature of Dividends:** Dividends are paid from current income and available earnings after transfers to reserves at the end of the dividend period.
- 9. Par Value of a Share:** The par value of a share for members through age 17 is \$25.00. The par value of a share for members ages 18 and over is \$25.00.
- 10. Health Savings Account Transaction Limitations:** No transaction limitations apply to this account.
- 11. Health Savings Account Fees:** Other fees may apply to this account, but may be paid from another account. Please see the NHFCU Fee Schedule.
- 12. Health Savings Account Overdrafts:** No overdrafts will be honored for these accounts.
- 13. IRA Savings Early Withdrawal Penalties:** If a non-qualified withdrawal is made from an IRA Savings Account, a fee of \$25.00 will be charged for each withdrawal of funds.

High Yield Money Market

- 1. Rate Information:** The Dividend Rate and Annual Percentage Yield may change daily as determined by the Board of Directors. The Dividend Rate and Annual Percentage Yield are the projected rates and yields that the Credit Union anticipates paying for the applicable dividend period.
- 2. Accrual of Dividends:** For cash and non-cash deposits, dividends will begin to accrue on the business day you deposit them in your account. Dividends will be compounded and paid to your account on the last day of every calendar month.
- 3. Effect of Closing:** Dividends are not paid on closed accounts.
- 4. Account Limitations:** No more than six (6) transfers by telephone, preauthorized order, or automatic transfer to another account of the member or a third party will be permitted from any savings account per month.
- 5. Minimum Balance Requirements:** The minimum deposit required to open these accounts is \$2,500.00. You must maintain a minimum daily balance of \$2,500.00 in your account to avoid a monthly fee. If during any month your daily balance is below the required minimum, your account will be subject to a monthly fee once during the statement cycle.

However, the account is a tiered account which pays the stated interest rate that corresponds to the applicable deposit tier on the full balance in the account (see rates on reverse side). If minimum monthly balance is not maintained, a \$7.50 monthly fee will be charged.

- 6. Daily Balance Computation Method:** Dividends are calculated by the daily balance method which applies a periodic rate to the balance in the account at the end of each day.
- 7. Dividend Period:** For these account types, the dividend period is monthly. For example, the beginning date of the dividend period of the calendar year is January 1 and the ending date of the dividend period is January 31. All other dividend periods follow the same pattern of dates. The dividend declaration date is each month at the regular monthly board meeting.
- 8. Nature of Dividends:** Dividends are paid from current income and available earnings after transfers to reserves at the end of the dividend period.
- 9. Par Value of a Share:** The par value of a share for members through age 17 is \$25.00. The par value of a share for members ages 18 and over is \$25.00.

Basic, eChecking, Cash Back Rewards, Business, DBA, or Organization Checking

- 1. Minimum Balance Requirements:** No minimum balance requirements apply to this account.
- 2. Account Limitations:** No transaction limitations apply to this account.

Award Business Checking

- 1. Rate Information:** The Dividend Rate and Annual Percentage Yield may change daily as determined by the Board of Directors. The Dividend Rate and Annual Percentage Yield are the projected rates and yields that the Credit Union anticipates paying for the applicable dividend period.
- 2. Accrual of Dividends:** For cash and non-cash deposits, dividends will begin to accrue on the business day you deposit them in your account. Dividends will be compounded and paid to your account on the last day of every calendar month.
- 3. Effect of Closing:** Dividends are not paid on closed accounts.
- 4. Account Limitations:** No transaction limitations apply to this account.
- 5. Minimum Balance Requirements:** No minimum balance requirements apply to this account.
- 6. Daily Balance Computation Method:** Dividends are calculated by the daily balance method, which applies a periodic rate to the balance in the account the end of each day.
- 7. Dividend Period:** For this account type, the dividend period is monthly. For example, the beginning date of the dividend period of the calendar year is January 1 and the ending date of the dividend period is January 31. All other dividend periods follow the same pattern of dates. The dividend declaration date is each month at the regular monthly board meeting.
- 8. Nature of Dividends:** Dividends are paid from current income and available earnings after transfers to reserves at the end of the dividend period.

Rewards Checking

- 1. Rate Information:** The Dividend Rate and Annual Percentage Yield may change daily as determined by the Board of Directors. The Dividend Rate and Annual Percentage Yield are the projected rates and yields that the Credit Union anticipates paying for the applicable dividend period.
- 2. Accrual of Dividends:** For cash and non-cash deposits, dividends will begin to accrue on the business day you deposit them in your account. Dividends will be compounded and paid to your account on the last day of every calendar month.
- 3. Effect of Closing:** Dividends are not paid on closed accounts.

4. Account Limitations: No transaction limitations apply to this account.

5. Minimum Balance Requirements: No minimum balance requirements apply to this account.

6. Average Daily Balance Computation 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. The period we use is the calendar month. With this account type, you earn the stated dividend rate only on the portion of the balance within each tier.

7. Dividend Period: For this account type, the dividend period is monthly. For example, the beginning date of the dividend period of the calendar year is January 1 and the ending date of the dividend period is January 31. All other dividend periods follow the same pattern of dates. The dividend declaration date is each month at the regular monthly board meeting.

8. Nature of Dividends: Dividends are paid from current income and available earnings after transfers to reserves at the end of the dividend period.

Certificates

1. Rate Information: The Dividend Rate and Annual Percentage Yield may change daily as determined by the Board of Directors. The Annual Percentage Yield is based on an assumption that dividends will remain on deposit until maturity. Withdrawal of dividends reduces earnings and the Annual Percentage Yield. For all certificates, the Dividend Rate and the Annual Percentage Yield are fixed and will be in effect for the term of the certificate except as stated in the next paragraph. The Dividend Rate and Annual Percentage Yield are the prospective rates and yields that the Credit Union anticipates paying for the applicable dividend period.

2. Bump-Rate Feature: A Bump-rate feature may be attached to any certificate term determined by the Board of Directors from time to time. With a Bump-rate feature, you have the option to exercise a one-time rate change during the term of the certificate. The maximum amount of the Bump-rate feature will be based on the rate currently in effect for a certificate amount with a similar term. A certificate with a Bump-rate feature is a variable rate account and the dividend rate and annual percentage yield may change. The Dividend Rate and the Annual Percentage Yield disclosed for a Bump-rate certificate do not take into consideration a rate change during the term.

3. Minimum Balance Information: The minimum balance required to open each certificate type is set forth in the Certificate Rate Schedule on the reverse side.

4. Daily Balance Computation Method: Dividends are calculated by the daily balance method, which applies a periodic rate to the balance in the account at the end of each day.

5. Compounding: Dividends are compounded daily.

6. Crediting: Dividends will be credited to your certificate account every month. Alternatively, you may choose to have dividends paid to another account every month rather than credited to the certificate account. You may have the dividends paid to you by check every month if the certificate account balance is equal to or greater than \$5,000.00.

7. Accrual of Dividends: For cash and non-cash deposits, dividends will begin to accrue on the business day you deposit them in your certificate account. Dividends are available to the owner(s) of the certificate once the dividends have been paid and may be withdrawn without penalty.

8. Dividend Period: For these account types, the dividend period is monthly. For example, the beginning date of the dividend period of the calendar year is January 1 and the ending date of the dividend period is January 31. All other dividend periods follow the same pattern of dates. The dividend declaration date is each month at the regular monthly board meeting.

9. Partial Withdrawals: Partial withdrawals are allowed prior to maturity. The amount withdrawn is subject to early withdrawal penalties. The remaining balance must meet the minimum opening balance

requirements of the certificate.

10. Certificate & IRA Certificate Early Withdrawal Penalties: For certificates with terms of 12 months or less, the penalty is 90 days dividends. For certificates with terms greater than 12 months but less than 24 months, the penalty is 180 days dividends. For certificates with terms of 24 months but less than 48 months, the dividend penalty is 365 days dividends. For certificates with terms of 48 months or more, the dividend penalty is 730 days dividends. In addition to the early withdrawal penalty, non-qualifying withdrawals from an IRA certificate will be charged a fee. Refer to our Schedule of Fees.

11. Exceptions to Certificate Early Withdrawal Penalties: A dividend penalty will not be imposed for early withdrawals of certificate funds in the event the withdrawal is subsequent to the death or disability of any owner listed on the certificate. However, if the member was disabled at the time the certificate was opened, the "Exception to Certificate Early Withdrawal Penalties" does not apply.

12. Exceptions to IRA Certificate Early Withdrawal Penalties: A dividend penalty will not be imposed if (1) the IRA account holder is 70 1/2 and the withdrawal is required to meet the normal or required IRS distribution of retirement funds; or (2) the member has an IRS qualified withdrawal.

13. Renewal Policy: These certificates will automatically renew at maturity for the same term at the current Dividend Rate available. You can prevent renewal by contacting the credit union before maturity of your intention not to renew. You can withdraw the funds in the certificate account at maturity by check or through automatic transfer.

14. Grace Period: There is a grace period of ten (10) calendar days after maturity, during which the certificate can be withdrawn without being charged an early withdrawal penalty. If the certificate is withdrawn after the grace period, the appropriate early withdrawal penalty will apply from the renewal date. A 30-day advance notice of maturity is provided to all account holders.

15. Account Limitations: After a certificate account is opened, you may not add funds to the certificate account until the maturity date stated.

16. Youth Certificates: Certificates available for youth ages 0-17. Exceptions to renewal policy for Youth Certificates: Certificates maturing on accounts of members who are age 18 and over must meet the minimum balance requirement of the renewing term for either \$500 or \$1000. If the minimum balance requirement is not met, funds will revert to the regular share account and earn the dividend rate in effect at that time.

17. Special Certificates: Rates are for a limited time only and subject to change at any time without notice. Specials will automatically renew into a regular term at maturity. Certificates will require funding not already on deposit at NHFCU unless otherwise stated. IRA certificates may not be eligible for a special offer unless stated otherwise.

18. Individual Retirement Accounts (IRA) Certificates: IRA certificates are issued in 1- through 5-year terms only with a minimum \$1,000.00 deposit. IRA certificates may be a Traditional, Roth, or Educational.