



**rivertown**  
COMMUNITY FEDERAL CREDIT UNION

## Truth-In-Savings

The Truth-In-Savings Act (T-I-S) is a section of the Federal Deposit Insurance Corporation Improvement Act of 1991. The National Credit Union Administration is charged with enforcing the act, which applies to all credit unions. The purpose of T-I-S is to promote and simplify comparisons among accounts at all financial institutions. T-I-S enables consumers to make informed choices and comparisons among competing claims of financial institutions by requiring disclosure of dividends/interest rates payable on these accounts and the fees payable on these accounts and the fees assessable against these accounts. It is the intent of Rivertown Community Federal Credit Union to maintain compliance with this federal law pertaining to full disclosure regarding terms and conditions of all savings programs. The following disclosure information illustrates the various savings alternatives available at Rivertown Community Federal Credit Union.

### Share Savings Account

**Variable Rate Information:** This is a variable rate account. The dividend rate and annual percentage yield may change every quarter based upon the determination of the Credit Union board of directors. Refer to the Rate and Fee Schedule for the most current rate information.

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

**Compounding and Crediting:** Dividends will be compounded quarterly and will be credited quarterly. For this account type the dividend period is quarterly, for example; the beginning of the first dividend period of the calendar year is 01/01/2005 and the ending date of such period is 03/31/2005. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending date of the period, for example 03/31/2005.

**Minimum Balance Requirements:** To be a member and maintain accounts at our Credit Union you must purchase one (1) share in the Credit Union. The par value of a share in this Credit Union is \$5.00.

**Balance Computation Method:** The average daily balance method requires the application of a periodic rate to the average daily balance in the account for the average daily balance calculation period. The average daily balance is determined 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.

**Accrual of Dividends on Non-cash Deposits:** Dividends will begin to accrue on the business day you deposit non-cash items (checks/drafts) to your account.

**Transaction Limitations:** During any statement period, you may not make more than six withdrawals or transfers to another account of yours or to a third party by means of a preauthorized or automatic transfer or telephone or instruction. No more than three of the six transfers may be made by a check/draft, or debit card, if applicable, or similar third party. If you exceed the transfer limitations set forth above in any statement period, your account may be subject to closure.

**Fees:** Refer to our Rate and Fee Schedule.

### Christmas Club Account

**Variable Rate Information:** This is a variable rate account. The dividend rate and annual percentage yield may change every quarter based upon the determination of the Credit Union board of directors. Refer to our Rate and Fee Schedule for the most current rate.

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

**Compounding and Crediting:** Dividends will be compounded quarterly and will be credited quarterly. The dividend period is quarterly, for example; the beginning of the first dividend period of the calendar year is 01/01/2005 and the ending date of such period is 03/31/2005.

**Minimum Balance Requirements:** To be a member and maintain accounts at our Credit Union you must purchase one (1) share in the Credit Union. The par value of a share is \$5.00. The minimum balance to open this account is \$5.00. You must maintain a minimum average daily balance of \$5.00 in your account to obtain the disclosed annual percentage yield.

**Balance Computation Method:** The average daily balance method requires the application of a periodic rate to the average daily balance in the account for the average daily balance calculation period. The average daily balance is determined by adding the full amount of the principal in the account for each day of the period and dividing that figure by the number of days in the period.

**Accrual of Dividends on Non-Cash Deposits:** Dividends will begin to accrue on the business day you deposit non-cash items (checks/drafts) to your account.

**Transaction Limitations:** This account is limited to one withdrawal per year which is scheduled by the Credit Union for October 1<sup>st</sup> of every year. If you exceed this withdrawal limit, your account may be subject to closure by the Credit Union.

**Maturity Date:** This account will mature on the first day of October in the year in which deposits are made.

**Renewal Policy:** At maturity the Credit Union will automatically transfer the balance in your Christmas club account to your share/savings account.

### Vacation Club Account

**Variable Rate Information:** This is a variable rate account. The dividend rate and annual percentage yield may change every quarter based upon the determination of the Credit Union board of directors. Refer to our Rate and Fee Schedule for the most current rate information.

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

**Compounding and Crediting:** Dividends will be compounded quarterly and will be credited quarterly. The dividend period is quarterly for example; the beginning of the first dividend period of the calendar year is 01/01/2005 and the ending of such period is 03/31/2005.

**Minimum Balance Requirements:** To be a member and maintain accounts at the Credit Union you must purchase one (1) share in the Credit Union. The par value of a share is \$5.00. The minimum balance required to open this account is \$5.00. You must maintain a minimum average daily balance of \$5.00 in your account to obtain the disclosed annual percentage yield.

**Balance Computation Method:** The average daily balance method requires the application of a periodic rate to the average daily balance in the account for the average daily balance calculation period. The average daily balance is determined by adding the full amount of the principal in the account for each day of the period and dividing that figure by the number of days in the period.

**Accrual of Dividends on Non-Cash Deposits:** Dividends will begin to accrue on the business day you deposit non-cash items (checks/drafts) to your account.

**Transaction Limitations:** This account is limited to four (4) withdrawals per year. If you exceed this withdrawal limit, your account may be subject to closure by the Credit Union.

### High-Yield Share/Savings

**Variable Rate Information:** This is a variable rate account. The dividend rate and annual percentage yield may change every quarter based upon the determination of the Credit Union Board of directors. Refer to our Rate and Fee Schedule for the most current rates.

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

**Compounding and Crediting:** Dividends will be compounded quarterly and will be credited quarterly. The dividend period is quarterly for example; the beginning of the first dividend period of the calendar year is 01/01/2005 and the ending of such period is 03/31/2005.

**Minimum Balance Requirements:** To be a member and maintain accounts at our Credit Union you must purchase one (1) share in the Credit Union. The par value of a share is \$5.00. The minimum balance to open this account is \$2,500.00. You must maintain a minimum average daily balance of \$2,500.00 to obtain the disclosed annual percentage yield.

**Balance Computation Method:** The average daily balance method requires the application of a periodic rate to the average daily balance in the account for the average daily calculation period. The average daily balance is determined 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.

**Accrual of Dividends on Non-Cash Deposits:** Dividends will begin to accrue on the business day you deposit non-cash items (checks/drafts) to your account.

**Transaction Limitations:** During any statement period, you may not make more than six withdrawals or transfers to another account of yours or to a third party by means of a preauthorized or automatic transfer, telephone, or instructions. No more than three of the six transfers may be made by a draft/check, or debit card, if applicable, or similar third party. If you exceed the transfer limitations set forth above in any statement period, your account may be subject to closure by the Credit Union.

### Individual Retirement Account (IRA)

**Variable Rate Information:** This is variable rate account. The dividend rate and annual percentage yield may change every quarter based upon the determination of the Credit Union board of directors. Refer to our Rate and Fee Schedule for the most current rate information.

**Nature of dividends:** Dividends are paid from current income and available earnings, after required transfers to reserves at the end of a dividend period.

**Compounding and Crediting:** Dividends will be compounded quarterly and will be credited quarterly. The dividend period is quarterly for example; the beginning of the first dividend period of the calendar year is 01/01/2005 and the ending date of such period is 03/31/2005.

**Minimum Balance Requirements:** To be a member and maintain accounts at our Credit Union you must purchase one (1) share in the Credit Union. The par value of a share is \$5.00.

**Balance Computation Method:** The average daily balance method requires the application of a periodic rate to the average daily balance in the account for the average daily balance calculation period. The average daily balance is determined 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.

**Accrual of Dividends on Non-Cash Deposits:** Dividends will begin to accrue on the business day you deposit non-cash items (checks/drafts) to your account.

**Transaction Limitations:** IRA's are subject to limitations and/or penalties imposed by the Internal Revenue Service. Refer to your IRA Agreement or your tax advisor for additional information.

**Fees:** Refer to our Rate and Fee Schedule.

### Share Certificate Account

**Rate Information:** This is a fixed rate account and will be in effect for the term of the account. The annual percentage yield stated assumes that the dividends will remain in the account until maturity.

**Compounding and Crediting:** Dividends will be compounded quarterly and will be credited quarterly.

**Minimum Balance Requirements:** To be a member and maintain accounts at the Credit Union you must purchase one (1) share in the Credit Union. The par value of a share is \$5.00. The minimum balance to open this account is \$500.00. You must maintain a minimum average daily balance of \$500.00 to earn your disclosed annual percentage yield.

**Account Restrictions and Features:** Additional deposits to this account prior to maturity are not allowed.

**Accrual of Dividends on Non-Cash Deposits:** Dividends will begin to accrue on the business day you deposit non-cash items (checks/drafts) into your account.

**Early Withdrawal Penalty:** We may impose a penalty if you withdrawal any of the principal before the maturity date. For all accounts, the amount of the penalty is based on the term of your account. The penalty will be equal to six (6) months of dividends for maturity greater than one year and 90 days of dividends for maturity of one (1) year or less.

**Renewal Policy:** Your account will automatically renew at maturity at the current posted rate on the same term. There is a ten (10) business day grace period following the maturity on this account.

### Share Draft/Checking Account

**Rate Information:** The Credit Union at this time is not paying dividends on this account.

**Minimum Balance Requirements:** To be a member and maintain accounts at our Credit Union you must purchase one (1) share in the Credit Union. The par value of a share is \$5.00.

**Transaction Limitations:** There are no transactions limitations apply to this account.

**Deposit Requirements:** There is no minimum deposit for your draft/checking account.

**Withdrawing Funds:** As long as you have funds in your account and not subject to any restrictions in this agreement or any applicable federal or state laws and regulations, funds may be withdrawn from your account by written draft/check or any other method approved by the Credit Union.

**Payment of Drafts/Checks:** The Credit Union may pay a draft/check on whatever day it is presented for payment, unless the Credit Union has, prior to presentment and with reasonable time for the Credit Union to act, received a separate notice of postdating or a stop payment order concerning the draft/check. When paid, drafts/checks become the property of the Credit Union and will not be returned. Copies of draft/checks will be provided, if requested, and the Credit Union may charge a fee for providing such copies.

The Credit Union is under no obligation to pay a draft/check that is more than six (6) months old. The Credit Union is not liable for any action it takes regarding the payment or non-payment of a draft/ check, except for negligence.

Draft/Checks drawn on your draft/checking account may be returned by us unpaid for any reason that draft/checks are normally returned such as; insufficient funds, uncollected funds, or litigation.

The Credit Union may disregard information on any draft/check, other than the signature of the drawer, the amount, and any magnetic encoding. You agree we do not fail to exercise ordinary care in paying an item solely because our procedures do not provide for sight examinations of items.

**Fees:** Refer to our Rate and Fee Schedule.

**Funds Availability:** Refer to the Funds Availability Policy.