

# FOREST AREA FEDERAL CREDIT UNION

P.O. BOX 118  
FIFE LAKE, MI 49633  
231-879-4154

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## Truth in Savings for Regular Share Accounts

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### Member Information

Name:  
Current Address:  
Home Phone Number:  
Joint Owner Name:  
Joint Owner Name:  
Account Number:

### Account Details

Account Number: \_\_\_\_\_ Date Opened: \_\_\_\_\_  
Current Rate: \_\_\_\_\_  
Payment Frequency: **Quarterly** Next Pay Date: \_\_\_\_\_  
Par Value Per Share: **\$10.00**

### Tiered Rate Structure

	For Balance Greater Than	Rate	APY
Tier 0 (Base)	<b>\$10.00</b>	<b>.10</b>	<b>.10</b>
Tier 1	<b>\$500.00</b>	<b>.15</b>	<b>.15</b>
Tier 2	<b>\$2,500.00</b>	<b>.20</b>	<b>.20</b>

### 1. Rate Information

The annual percentage yield (APY) is a percentage rate that reflects the total amount of dividends to be paid to an account based on the dividend rate and frequency of compounding for an annual period. The dividend rate and annual percentage yield paid on the entire balance is based upon the rates and balances listed above. The dividend rate and annual percentage yield may change at any time as determined by the Credit Union's 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 a dividend period.

### 3. Compounding and Crediting

Dividends will be compounded quarterly and paid quarterly. If you close your account before dividends are paid, you will not receive your dividend. For this account type, the dividend period is quarterly, for example, the beginning date of the first dividend period of the calendar year is 01/01/2013 and the ending date of such dividend period is 3/31/2013. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending date of a dividend period, and for the example is 3/31/2013.

You must maintain a minimum average daily balance of \$10.00 in your account to obtain the disclosed annual percentage yield. For your regular share account the minimum required to open the account is the purchase of a par value in the Credit Union of \$10.00.

### 4. 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.

### 5. Accrual of Dividends on Non Cash Deposits

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

### 6. Fees and Charges

For all fees and charges, refer to the fee schedule.

### FUNDS AVAILABILITY POLICY DISCLOSURE

Our policy is to make funds from your deposits available to you on the same business day we receive your deposit. At that time, you can withdraw the funds in cash and/or we will use the funds to pay checks that you have written. For determining the availability of your deposits, every day is a business day, except Saturdays, Sundays, and federal holidays.

### **RESERVATION OF RIGHT TO HOLD**

In some cases, we will not make all of the funds that you deposit by check available to you on the same business day of your deposit. Depending on the type of check that you deposit, funds may not be available until the third business day after the day of your deposit. However, the first \$200.00 of your deposit will be available on the first business day after the day of your deposit. If we are not going to make all the funds from your deposit available on the same business day, we will notify you at the time you make your deposit. We will also tell you when the funds will be available. If your deposit is not made directly to one of our employees, or if we decide to take this action after you have left the premises, we will mail you the notice by the business day after we receive your deposit. If you need the funds from a deposit right away, you should ask us when the funds will be available.

### **LONGER DELAYS MAY APPLY**

We may delay your ability to withdraw funds deposited by check into your account an additional number of days for these reasons:

- \*You deposit checks totaling more than \$5,000.00 on any one day.
- \*You re-deposit a check that has been returned unpaid.
- \*You have overdrawn your account repeatedly in the last six months.
- \*We believe a check you deposit will not be paid.
- \*There is an emergency, such as failure of communications or computer equipment.

We will notify you if we delay your ability to withdraw funds for any of these reasons, and we will tell you when the funds will be available. They will generally be available no later than the fifth business day after the day your deposit would otherwise be available for withdrawal.

### **HOLDS ON OTHER FUNDS**

If we cash a check for you that is drawn on another financial institution, we may withhold the availability of a corresponding amount of funds that are already in your account. Those funds will be available at the time funds from the check we cashed would have been available if you had deposited it. If we accept for deposit a check that is drawn on another financial institution, we may make funds from the deposit available for withdrawal immediately but delay your availability to withdraw a corresponding amount of funds that you have on deposit in another account with us. The funds in the other account would then not be available until the time periods that are described elsewhere in this disclosure for the type of check that you deposited.

### **LEGAL RESPONSIBILITY FOR DEPOSITED ITEMS ENDORSED BY YOU**

YOU are legally RESPONSIBLE and fully liable for any and all checks or money orders deposited or wired into your account by you or someone else. When YOU endorse a check given to you by anyone, YOU are signing a contract with the credit union that says YOU endorse the check and vouch for the truthness and creditworthiness of the check, and YOU assume full responsibility for the check plus any fees if there are problems with it.

### **UNLAWFUL INTERNET GAMBLING POLICY**

Forest Area Federal Credit Union established a policy and procedure to screen and prevent unlawful internet gambling businesses (casinos and others) from opening an account at the credit union. Lawful internet gambling businesses will be required to provide extensive documentation at account opening and will be reviewed by the board of directors before opening.