

# Truth in Savings Account Disclosure

The information contained within the Truth in Savings Account Disclosure, RBFCU Fee Schedule, and RBFCU Rate Schedule set forth certain conditions, rates, fees, and charges applicable to your consumer Accounts at RBFCU and are incorporated into your Account Agreement with us. The RBFCU Rate Schedule is provided to you at the time of account opening or upon request. The dividend rates are provided in the Rate Schedule contained on our website [rbfcu.org/rates](http://rbfcu.org/rates) and are accurate as of the effective date indicated. Rates are subject to change at any time without notice.

## Account Schedule

Account Types*	Dividends			Balance Requirements		
	Dividends Compounded	Dividends Credited	Dividend Period	Minimum Balance to Open	Minimum Balance to Earn Stated APY	Balance Method to Calculate Dividends
Savings	Monthly	Monthly	Monthly	\$1**	\$1**	Daily Balance Method
Checking	Monthly	Monthly	Monthly	\$0	\$0.01	Daily Balance Method
RBFCU Classic Money Market <i>Tiered Rate Account</i>	Monthly	Monthly	Monthly	\$2,500	\$2,500	Daily Balance Method
RBFCU Choice Money Market <i>Tiered Rate Account</i>	Monthly	Monthly	Monthly	\$2,500	\$2,500	Daily Balance Method
IRA Savings	Monthly	Monthly	Monthly	\$1	\$1	Daily Balance Method
SuperSaver Certificates <i>Term: 18 months</i>	Monthly	Monthly	Account's Term	\$1,000	\$1,000	Daily Balance Method
Certificates <i>Term: Six (6) months to seven (7) years</i>	Monthly	Monthly	Account's Term	\$1,000	\$1,000	Daily Balance Method

\*Rate Schedule contained on our website [rbfcu.org/rates](http://rbfcu.org/rates).

\*\*Applicable to Primary Savings

## Rate Information

The Annual Percentage Yield (APY) is a percentage rate reflecting the total amount of dividends paid on an Account, based on the dividend rate and the frequency of compounding for an annual 365-day period. The dividend rate is the declared annual dividend rate paid on an Account, which does not reflect compounding. The dividend rates and APYs disclosed on our website reflect the dividend rates and APYs as of the last dividend declaration date, the date the Credit Union's Board of Directors declares a dividend for the preceding period.

**Savings, Checking, and Money Markets** - Dividend rates and APYs are variable and subject to change at any time without notice. Money Market Accounts are tiered rate Accounts. The balance ranges and corresponding dividend rates and APYs applicable to each tier are disclosed in the RBFCU Rate Schedule. For tiered Accounts, once a particular range is met, the dividend rate and APY for that balance range will apply to the full balance of your Account.

**Share and IRA Certificates** - Dividend rates and APYs are fixed and will be in effect for the term of the Account. The dividend rates and APYs disclosed on our website were offered within the most recent

seven calendar days and are accurate as of today's date. If you have any questions or require current rate information on your Accounts, please visit our website [rbfcu.org/rates](http://rbfcu.org/rates) or call RBFCU.

### **Nature of Dividends**

Except for Certificate Accounts, dividends are paid from current income and available earnings, after required transfers to reserves at the end of a dividend period.

### **Compounding and Crediting of Dividends**

The compounding and crediting frequency of dividends and the period applicable to each account are disclosed in the [Account Schedule](#) above. For dividend-bearing Accounts, dividends will be compounded and credited monthly. The dividend period is monthly, beginning on the first of a month and ending on the last day of the month. 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 January 31. 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 February 1. If you close your Account before dividends are paid, you will receive the accrued dividends to the date of closure.

### **Balance Information**

The minimum balance requirements applicable to each Account are set forth in the [Account Schedule](#) above and at [rbfcu.org/rates](http://rbfcu.org/rates).

**Primary Savings** - To open any Account, you must deposit the minimum required share(s) in a Primary Savings Account. The par value for a share at RBFCU is \$1. A minimum daily balance of \$1 for Primary Savings Accounts is required to be maintained at all times to keep your Account open, maintain your RBFCU membership and receive RBFCU services.

**IRA Savings** - A minimum daily balance of \$1 is required to obtain the disclosed APY. The dividend rate corresponding to the daily balance of the Account for the period will be paid on the entire balance of the Account.

**Money Markets** - A minimum daily balance of \$2,500 is required to earn the disclosed APY for the dividend period. If the minimum daily balance is not met each day of the dividend period, you will not earn the APY stated in the Rate Schedule. If at any time your daily balance for the period falls below the minimum daily balance, your Money Market Account will automatically revert to the current Primary

Savings Account dividend rate. For Choice Money Market Accounts, you will earn the first tier dividend rate on the entire balance up to \$10,000 when the minimum balance is maintained. Each tier of your total RBFCU Choice Money Market balance adds up to a blended APY. RBFCU Choice Money Market Accounts are limited to one per member as the primary owner. A member may be joint on multiple RBFCU Choice Money Market Accounts. If your balance falls below \$2500, certain transaction limitations may apply.

**Share and IRA Certificates** - A minimum balance of \$1,000 is required to be maintained at all times to earn the disclosed APY. The dividend rate corresponding to the daily balance of the Account for the period will be paid on the entire balance of the Account.

### **Balance Computation Method**

For all dividend-bearing Accounts, dividends are calculated using the daily balance method which applies a daily periodic rate to the balance in the Account each day. For tiered-rate Accounts, we use the daily balance method to determine the applicable tier and rate for your Account during the dividend period. The daily balance is calculated by adding the balance in the Account for each day of the dividend period and dividing that figure by the number of days in the dividend period. The dividend rate corresponding to the daily balance of the Account for the dividend period will be paid on the entire balance of your Account.

For RBFCU Choice Money Market Accounts, dividends are calculated using a pure tiered method in which the credit union pays the stated dividend rate only on the portion of the balance within the specified tier. Each tier of your total balance adds up to a blended APY.

### **Accrual of Dividends**

Dividends will begin to accrue on the business day funds are deposited.

### **Fees and Charges**

Fees and charges that may be assessed against your Accounts are disclosed in the Truth in Savings Fee Schedule. You authorize us to charge any Account in which you have an ownership interest for any such fees or charges assessed without notice to you. All fees are assessed at the time of service or deducted from your account. If the Available Balance is insufficient, you will be notified to pay the required fee. We may charge any of your accounts for any fee due. Any fees or charges assessed to

us for extra service or special handling of your account will be passed on to you.

### **Transaction Limitations**

RBFCU reserves the right to require a member intending to make a withdrawal from any Account (except a Checking Account) to give written notice of such intent not fewer than seven (7) days and up to 60 days before such withdrawal. We currently do not exercise this right. The \$1 membership share in your Primary Savings Account may not be withdrawn unless your RBFCU membership is terminated. Transaction limits as well as corresponding fees and penalties are enforced, charged, and waived respectively, at our discretion. Please see the below products (Money Market Accounts, Traditional IRA and ROTH IRA Savings and Share and IRA Certificate Accounts) for specific account related transaction limitations.

**Money Markets** - During any calendar month, you may not make more than six (6) withdrawals or transfers to another RBFCU account of yours or to a third party by means of a preauthorized transfer, automatic transfer, or a telephonic order or instruction. Automatic transfers include audio response and home banking transfers to other Accounts of yours. If a transaction, payment order or transfer presented electronically or over the phone to an external beneficiary or merchant causes your Available Balance to fall below the minimum requirement of \$2500, the transaction will be rejected, returned unpaid, and subject to an Insufficient Funds Fee. Unlimited withdrawals and transfers may be completed from your Savings and Money Market Accounts each month at our branch locations or by mail, and through ATMs where permitted. Withdrawals or transfers that exceed the maximum number permitted may be declined or subject to fees.

**Traditional IRA and Roth IRA Savings and Certificates** - Annual contributions to Traditional and Roth IRA Accounts are limited to the maximum amount allowed by federal law. Early distributions from Traditional and Roth IRA Accounts may be subject to additional taxes imposed by the Internal

Revenue Service. Please consult a qualified tax professional for more information.

**Share and IRA Certificates** - Additions to the principal may not be made during the term of a Certificate (including Traditional and Roth IRA Certificates). Additions to, or withdrawals or distributions from the Certificate principal are allowable at maturity or during the ten (10)-calendar day grace period. For Traditional IRA Certificates, partial distributions of principal or dividends are permitted for Required Minimum Distributions (RMD). Please refer to the Certificate Issuance Disclosures, received at account opening or to the Share and IRA Certificate Account Information section for more information.

### **Account Restrictions**

Accounts are non-transferable and non-negotiable. Funds in your Accounts may not be pledged to secure any obligation of yours, except for those obligations owed to RBFCU. IRA Certificates may not be pledged as collateral.

### **Bylaw Requirements**

You must complete payment of a membership share in order to maintain accounts at the Credit Union. The par value of a regular share in the Randolph-Brooks Federal Credit Union is \$1.

A member who fails to complete payment of one share within one month of his admission to membership, or within one month from the increase in the par value of 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 one month of the reduction may be terminated from membership.

**Note:** There is a \$1 minimum balance requirement in your Primary Savings Account to be maintained as long as the account remains open.

## Share and IRA Certificate Account Information

**Maturity Date** - The date your certificate matures and can withdraw funds without penalty.

**Term** – The amount of time your Certificate is active. This is measured in months beginning the date of initial purchase or renewal date.

**Early Withdrawal Penalty** -The penalty charged on your Share or IRA Certificate if closed prior to maturity. Also referred to as a closeout penalty. See below for details.

### Early Withdrawal Penalties

Early withdrawal penalties may be imposed if you close your Certificate prior to maturity and are based on Certificate term, dividend rate, principal balance at time of closing and calculated according to the number of days listed below, whether earned or not. The Annual Percentage Yields disclosed for Certificate Accounts are based on an assumption that the dividends will be credited to and remain in the Certificate Account until maturity. In some cases, we may waive the early withdrawal penalty.

Early Withdrawal Penalties	
Certificate Term	Days of Earnings
6 to 11 months	30 days
12 to 23 months	60 days
24 to 35 months	120 days
36 to 47 months	180 days
48 to 59 months	240 days
60 to 71 months	300 days
72 to 83 months	360 days
84 months	420 days

### Dividend Payment Options

The dividend payment election at Account opening defaults to compounding to your Share or IRA Certificate unless you instruct us otherwise. The account owner has the option to specify other dividend payment instructions at opening. The elected dividend payment option remains in effect until the Certificate has reached its maturity date and carries over to renewal if no changes are specified. Please see next section for specific dividend options for each type of Certificate Account RBFCU offers.

**Share Certificates** - Other dividend payment options outside of compounding are to have dividends credited to your Savings, Checking, or Money Market Account.

**IRA Certificates** - Other dividend payment options outside of compounding are to have dividends credited to an IRA Savings. The IRA Savings is required to reside under the same IRA Plan.

### Renewal Policy

Certificate Accounts will automatically renew for a like term at maturity unless you provide other instructions. Following the Certificate's maturity, you will have a ten (10)-calendar day grace period to add or withdraw funds or to change the term of the Certificate without being charged an early withdrawal penalty.

**Note** - The dividend rate and APY are subject to change if you add or withdraw funds or change the term during the grace period. If no changes are made during the grace period, the Certificate rate will be the rate effective on the current maturity date. If your Certificate is pledged as loan collateral and, unless you make arrangements prior to maturity, the balance of your Certificate will be applied to your loan at maturity and any remaining amount will be deposited to your Savings Account.

### National Credit Union Share Insurance Fund

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