

**BUSINESS TRUTH IN SAVINGS DISCLOSURES**

**1. Rate Information** - The Interest/ Dividend Rate and Annual Percentage Yield on your deposit accounts are stated on the Business Deposit Rate Sheet and may change at any time as determined by us. For all **Certificates of Deposit**, the Interest Rate and APY are fixed and will be in effect for the term of the Account. The APY is a percentage rate that reflects the total amount of interest /dividends to be paid on an account based on the interest/dividend rate and frequency of compounding for an annual period. The APY is based on the assumption that interest will remain on deposit until maturity. A withdrawal of interest will reduce earnings. The **Business Checking Plus** and **Money Market** accounts are tiered. Each Interest Rate and APY are stated on the Rate Sheet and, once you meet the applicable balance requirement, will apply to all funds in the account.

**2. Nature of Dividends** - Dividends on Business Savings are based upon the Credit Union's current income and available earnings after transfers for required reserves at the end of a dividend period. The Dividend Rate and APY stated on the Rate Sheet reflect the earnings the Credit Union anticipates having available for distribution.

**3. Compounding and Crediting** - The Rate Sheet describes the time frames for compounding and crediting interest/dividends.

**4. Balance Information** - The minimum balance required to open each account and earn the APY is stated on the Rate Sheet. For all accounts, interest/dividends are calculated by the daily balance method, which applies a daily periodic rate to the full amount of principal in the account each day.

**5. Accrual of Interest/Dividends** - Interest/ Dividends will begin to accrue on cash deposits and on non-cash deposits (e.g. checks) on the business day you make the deposit to your account.

**6. Transaction Limitations** - For Certificates of Deposit, if the account falls below the minimum balance, it may be closed, and the remaining funds will be transferred to your Business Savings account.

**7. Maturity** - Your account will mature on the maturity date stated on your Certificate of Deposit Receipt.

**8. We may impose an Early Withdrawal Penalty** for Certificates of Deposit if you withdraw any principal before the maturity date.

**Penalty Amount is based on the schedule below:**

Certificate Term	Penalty on Withdrawn Amount
12 months or less	90 days interest
Over 12 months	180 days interest

**How the Penalty Works** - The penalty is a forfeiture of the interest that *has been* or *would be* earned at the account Interest Rate. It applies *whether or not the interest has been earned*. If the account has not yet earned enough interest or if the interest has already been paid, the penalty will be deducted from the principal.

**Exceptions to Early Withdrawal Penalties** - We may choose to pay the account before maturity with no early withdrawal penalty when an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction.

**9. Renewal Policy** - Unless otherwise disclosed on your Certificate of Deposit Receipt, all Certificate of Deposit accounts automatically renew to interest rates in effect at the time of maturity for the applicable term. **Renewable accounts have a grace period of five (5) business days after maturity** to withdraw funds with no early withdrawal penalty.

**10. All accounts are Nontransferable and Nonnegotiable.** The funds in your account may not be pledged to secure any obligation of an owner, except with the Credit Union.

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