

xceed financial federal credit union

Truth-In-Savings Disclosure

Effective: September 5, 2018



xceedfinancial

is now

kinecta 

All references to Xceed in
this document shall refer to
Kinecta Federal Credit Union.



xceedfinancial
credit union

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TRUTH-IN-SAVINGS DISCLOSURE

INTRODUCTION

I understand that the Agreement and Disclosures booklet, Truth-In-Savings Disclosure, Services and Schedule of Fees, and Rate Sheet (collectively "Agreement") are part of the binding contract between you and me.

In this Agreement, the words "I," "me," "mine," "my," "myself," "we," "us," and "our" mean each and all of those (whether one or more persons) who sign the applicable Membership Application/ Signature Card. The words "you," "your," and "yours" mean Xceed Financial Federal Credit Union.

This Truth-In-Savings Disclosure is effective September 5, 2018, and supersedes any conflicting terms and conditions contained in previous versions of the Truth-In-Savings Disclosure.

I agree to read this Agreement carefully and have any additional account owners read it as well, and to file it in a safe place along with other account and services agreement and disclosures.

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Terms and Conditions Applicable to Dividends:

Dividend rates, frequency, and conditions upon which dividends are paid on all accounts are in accordance with your bylaws, the Federal Credit Union Act, and the Truth in Savings Act and Regulations. Dividends are paid from current income and available earnings after required transfers to reserves at the end of a dividend period.

For all dividend-earning accounts, except for share certificate and IRA share certificate accounts, the dividend rate and annual percentage yield may change weekly. You may change the dividend rate and the tier structure for my account as determined by your management. For specific dividend rates for each type of dividend-bearing account, I will refer to your current rate sheet, which is available at each of the Financial Centers and on your website.

Dividends will begin to accrue on the business day I deposit cash or non-cash items to my account. Paid dividends remaining in the account will become part of the account balance. Dividends will be paid only if the account remains open through the end of the dividend period. If I close my account before dividends are credited, I may not receive accrued dividends.

Dividends are calculated on end-of-day balances, where a daily periodic rate is applied against the account balance to determine the amount of dividends to be accrued (earned) until posted (credited) at the dividend declaration date. Dividends are computed using a 365-day basis (unless the year is a leap year) and except for certain public fund accounts where dividends are calculated on a 360-day basis. You reserve the right not to pay dividends on any deposited item that is returned to me unpaid.

Savings Accounts

Regular Savings, Access Savings, Minor Savings, Club, IRA Savings, and Health Savings Accounts: Dividend rates are established weekly. For this account type, the dividend period is quarterly. 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 March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the ending date of a dividend period. For example, March 31. Dividends compound quarterly and will be calculated on balances meeting specified minimum balance requirements to earn dividends based upon your current rate sheet and are credited quarterly on the last day of the quarter (March, June, September, and December). If I close my account before dividends are credited, I will not receive accrued dividends.

Money Market Accounts

Prime Money Market Accounts: Dividend rates are established weekly. For this account type, the dividend period is weekly. For example, the beginning date of the first dividend period of the calendar year could be January 3, and the ending date of such dividend period would be January 9. All other dividend periods follow this same pattern of dates. The dividend declaration date follows the ending date of a dividend period. For example, January 9. Dividends compound weekly and will be calculated on balances meeting specified minimum balance requirements to earn dividends based upon your current rate sheet and will be credited every Tuesday. If I close my account before dividends are credited, I will not receive accrued dividends.

Executive Money Market Accounts: Dividend rates are established weekly. For this account type, the dividend period is monthly. 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 is the ending date of a dividend period. For example, January 31. Dividends compound monthly and will be calculated on balances meeting specified minimum balance requirements to earn dividends based upon your current rate sheet and will be credited on the last day of the month. If I close my account before dividends are credited, I will not receive accrued dividends.

Checking Accounts

Access and Simplicity Checking Accounts: No dividends will be calculated or paid on these accounts.

Signature Checking Accounts: Dividend rates are established weekly. For this account type, the dividend period is monthly. 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 is the ending date of a dividend period. For example, January 31. Dividends compound monthly and will be calculated on balances meeting specified minimum balance requirements to earn dividends based upon your current rate sheet and are credited monthly on the last day of the month. If I close my account before dividends are credited, I will not receive accrued dividends.

Share and IRA Certificates

Dividend rates are established weekly. For this account type, the dividend period is quarterly. 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 March 31. All other dividend periods follow this same pattern of dates. The final dividend declaration date may follow the ending date of a dividend period, but dividends will be posted on the last day of the certificate term and at maturity. Dividends compound quarterly and are credited quarterly on the last day of the quarter (March, June, September, and December). If I close my account before the maturity date, I will receive accrued dividends, but I may incur an early withdrawal penalty or other applicable penalties.

Terms and Conditions Applicable to Specific Accounts:

Primary Savings Accounts

1. A minimum deposit equal to the par value of a share (currently \$5) is required to open my primary savings share account(s) and become a member with you. If the balance of my primary savings share account is subsequently reduced to less than the par value and remains so after sixty (60) days, you may close the account.
2. I understand and agree that if my primary savings share account balance is reduced to less than the par value of a share, you may transfer enough funds from any other share account I may have with you in order to bring my account balance up to the par value of a share.
3. I understand that you offer a choice of savings accounts where one can be considered as my primary savings share account with you: Access Savings, Regular Savings, and Minor Savings Accounts.
4. I must maintain a minimum daily balance equal to the par value of a share in my account each day in order to maintain my membership with you.

Access Savings Accounts

1. The Access Savings Accounts are designed for members who do not meet your Regular Savings Account opening standards. To qualify for the Access Savings Account, I must: (a) be at least 18 years of age, and (b) have never caused a loss to you.
2. I understand the minimum opening balance and the balance required to earn dividends on my account are disclosed on your current rate sheet and may change from time to time.
3. I understand that one of the accounts (Regular Savings, Access Savings, Club, IRA Savings, Health Savings or Money Market Account) where I am the primary owner will be charged the monthly

membership service charge, unless a fee waiver applies, as disclosed in your Services and Schedule of Fees as amended.

4. At my direction, direct deposits and/or payroll deductions can be established in this account.
5. I understand that this account can be used as a source of funds for overdraft purposes.
6. As required by federal law and/or this Agreement, I understand that during any given calendar month, I may not make more than six (6) of the following transactions combined: ATM/debit card purchases; preauthorized or automatic transfers to a third party (including but not limited to ACH transfers); overdraft protection advances; transfers initiated through Xceed Online; telephonic transfers (including calls to your associates or Xceed On-Call); transfers to other accounts with you; transfers to accounts at other financial institutions; and faxed requests for transfers.

Transfers or withdrawals in excess of these limitations may not be honored, and my account may be subject to closure by you. However, the following types of transactions are not subject to the above-referenced limitation: any deposits; withdrawals from or transfers between my accounts with you if made in person at one of your Financial Centers, at an ATM or by mail; telephone request for withdrawals (if a check is mailed to me); and payments to a loan account held with you.
7. I understand that, except for Health Savings Accounts, in the event I do not have a checking account with you, then I am not eligible for a debit card but may apply for an ATM card.
8. The following transaction limitations apply to my Access Savings Account: (a) checks drawn on other financial institutions must be deposited into the account and may not be available for immediate withdrawal. I may only cash checks that are drawn on you; and (b) ATM deposits are restricted.
9. I understand that my Access Savings Account will be charged the monthly Access Savings Service Charge, unless a fee waiver applies, as disclosed in your Services and Schedule of Fees, as amended.

Regular Savings Accounts

1. I understand the minimum opening balance and the balance required to earn dividends on my account are disclosed on your current rate sheet and may change from time to time.
2. I understand that one of the accounts (Regular Savings, Access Savings, Club, IRA Savings, Health Savings or Money Market Account) where I am the primary owner, will be charged the monthly membership service charge, unless a fee waiver

applies, as disclosed in your Services and Schedule of Fees as amended.

3. At my direction, direct deposits and/or payroll deductions can be established in this account.
4. I understand this account can be used as a source of funds for overdraft purposes.
5. As required by federal law and/or this Agreement, I understand that during any given calendar month, I may not make more than six (6) of the following transactions combined: ATM/debit card purchases; preauthorized or automatic transfers to a third party (including but not limited to ACH transfers); overdraft protection advances; transfers initiated through Xceed Online; telephonic transfers (including calls to your associates or Xceed On-Call); transfers to other accounts with you; transfers to accounts at other financial institutions; and faxed requests for transfers.

Transfers or withdrawals in excess of these limitations may not be honored, and my account may be subject to closure by you. However, the following types of transactions are not subject to the above-referenced limitation: any deposits; withdrawals from or transfers between my accounts with you if made in person at one of your Financial Centers, at an ATM or by mail; telephone request for withdrawals (if a check is mailed to me); and payments to a loan account held with you.

6. I understand that, except for Health Savings Accounts, in the event I do not have a checking account with you, then I am not eligible for a debit card but may apply for an ATM card.

Minor Savings Accounts

1. I understand that I may open a Minor Savings Account if I am under the age of 18 by the end of the month and there are no monthly membership service charge fees applied against my account.
2. I understand the minimum opening balance and the balance required to earn dividends on my account are disclosed on your current rate sheet and may change from time to time.
3. At my direction, direct deposits and/or payroll deductions can be established in this account.
4. None of the funds on deposit in this account may be pledged.
5. I understand that I may be assessed fees or charges relating to insufficient and uncollected funds activity occurring on my account.
6. I understand that my account may be used for a right

of offset transaction on behalf of any parent or adult joint owner on the account.

7. I understand that my Minor Savings Account shall be converted to a Regular Savings Account when I become 18 years of age and that a monthly membership minimum balance fee will apply to my account. I understand that I may be required to complete a new Membership Application.
8. I understand this account can be used as a source of funds for overdraft purposes for only the minor owner's checking account.
9. As required by federal law and/or this Agreement, I understand that during any given calendar month, I may not make more than six (6) of the following transactions combined: ATM/debit card purchases; preauthorized or automatic transfers to a third party (including but not limited to ACH transfers); overdraft protection advances; transfers initiated through Xceed Online; telephonic transfers (including calls to your associates or Xceed On-Call); transfers to other accounts with you; transfers to accounts at other financial institutions; and faxed requests for transfers.

Transfers or withdrawals in excess of these limitations may not be honored, and my account may be subject to closure by you. However, the following types of transactions are not subject to the above-referenced limitation: any deposits; withdrawals from or transfers between my accounts with you if made in person at one of your Financial Centers, at an ATM or by mail; telephone request for withdrawals (if a check is mailed to me); and payments to a loan account held with you.

10. I understand that, except for Health Savings Accounts, in the event I do not have a checking account with you, then I am not eligible for a debit card but may apply for an ATM card.

Club Accounts

1. I understand the minimum opening balance and the balance required to earn dividends on my account are disclosed on your current rate sheet and may change from time to time.
2. Withdrawals are limited to one free per quarter. Withdrawals in excess of this limitation will be subject to the Club Account Excessive Withdrawal Fee disclosed in your Services and Schedule of Fees, as amended.
3. At my direction, direct deposits and/or payroll deductions can be established in this account.
4. I understand this account cannot be used as a source of funds for overdraft purposes.

5. I understand that one of the accounts (Regular Savings, Access Savings, Club, IRA Savings, Health Savings or Money Market Account) where I am the primary owner, will be charged the monthly membership service charge, unless a fee waiver applies, as disclosed in your Services and Schedule of Fees as amended.
6. As required by federal law and/or this Agreement, I understand that during any given calendar month, I may not make more than six (6) of the following transactions combined: preauthorized or automatic transfers to a third party (including but not limited to ACH transfers); transfers initiated through Xceed Online; telephonic transfers (including calls to your associates or Xceed On-Call); transfers to other accounts with you; transfers to accounts at other financial institutions; and faxed requests for transfers.

Transfers or withdrawals in excess of these limitations may not be honored, and my account may be subject to closure by you. However, the following types of transactions are not subject to the above-referenced limitation: any deposits; withdrawals from or transfers between my accounts with you if made in person at one of your Financial Centers, at an ATM or by mail; telephone request for withdrawals (if a check is mailed to me); and payments to a loan account held with you.

IRA Savings Accounts

1. I understand that my Individual Retirement Account application, agreement and disclosures provide more information about my account, and a copy will be provided to me at IRA plan opening.
2. None of the funds on deposit in this account may be pledged.
3. IRS and state law penalties: certain federal and state penalties may apply to early withdrawals from IRA accounts. These are set forth in your Individual Retirement Account agreement and disclosures and applicable federal and state laws and regulations, and are incorporated herein by reference.
4. At my direction, direct deposits and/or payroll deductions can be established in this account.
5. I understand this account cannot be used as a source of funds for overdraft purposes.
6. I understand that one of the accounts (Regular Savings, Access Savings, Club, IRA Savings, Health Savings or Money Market Account) where I am the primary owner, will be charged the monthly membership service charge, unless a fee waiver applies, as disclosed in your Services and Schedule of Fees as amended.

7. I understand that my account will be charged the IRA Transfer/Closeout Fee, disclosed in your Services and Schedule of Fees, as amended, at the time I close my IRA Savings Account.
8. As required by federal law and/or this Agreement, I understand that during any given calendar month, I may not make more than six (6) of the following transactions combined: preauthorized or automatic transfers to a third party (including but not limited to ACH transfers); transfers initiated through Xceed Online; telephonic transfers (including calls to your associates or Xceed On-Call); transfers to other accounts with you; transfers to accounts at other financial institutions; and faxed requests for transfers.

Transfers or withdrawals in excess of these limitations may not be honored, and my account may be subject to closure by you. However, the following types of transactions are not subject to the above-referenced limitation: any deposits; withdrawals from or transfers between my accounts with you if made in person at one of your Financial Centers, at an ATM or by mail; telephone request for withdrawals (if a check is mailed to me); and payments to a loan account held with you.

Health Savings Accounts (HSAs)

1. I understand that my Health Savings Account Application provides more information about my account, and a copy will be provided to me at the time I open my account.
2. I understand the minimum opening balance and the balance required to earn dividends on my account are disclosed on your current rate sheet and may change from time to time.
3. None of the funds on deposit in this account may be pledged.
4. At my direction, direct deposits and/or payroll deductions can be established in this account.
5. I understand this account cannot be used as a source of funds for overdraft purposes.
6. I understand that I must contact my employer directly to make arrangements for any applicable company-matching benefits afforded to me and deposited into this account.
7. I understand that my Health Savings Account cannot be linked to any other ATM or debit card other than my Health Savings Account (HSA) debit card.
8. IRS and state law penalties: certain federal and state penalties apply to Health Savings Accounts. These are set forth in your Health Savings Account agreement and disclosures and applicable federal

and state laws and regulations, and are incorporated herein by reference.

9. I understand that one of the accounts (Regular Savings, Access Savings, Club, IRA Savings, Health Savings or Money Market Account) where I am the primary owner, will be charged the monthly membership service charge, unless a fee waiver applies, as disclosed in your Services and Schedule of Fees as amended.

Money Market Accounts

1. I understand that you offer two types of money market accounts: Prime Money Market and Executive Money Market Accounts.
2. I understand the minimum opening balance and the balance required to earn dividends on my account are disclosed on your current rate sheet and may change from time to time.
3. At my direction, direct deposits and/or payroll deductions can be established in this account.
4. None of the funds on deposit in this account may be pledged.
5. I understand that the Prime Money Market and Executive Money Market Accounts have check-clearing privileges.
6. I understand that this account can be used as a source of funds for overdraft purposes.
7. I understand that there are no ATM/debit card privileges allowed on this account.
8. I understand that one of the accounts (Regular Savings, Access Savings, Club, IRA Savings, Health Savings or Money Market Account) where I am the primary owner, will be charged the monthly membership service charge, unless a fee waiver applies, as disclosed in your Services and Schedule of Fees as amended.
9. As required by federal law and/or this Agreement, I understand that during any given calendar month, I may not make more than six (6) of the following transactions combined: checks or drafts made payable to third parties; preauthorized or automatic transfers to a third party (including but not limited to ACH transfers); overdraft protection advances; transfers initiated through Xceed Online; telephonic transfers (including calls to associates or Xceed On-Call); transfers to other accounts with you; transfers to accounts at other financial institutions; and faxed requests for transfers.

Transfers or withdrawals in excess of these limitations may not be honored, and my account may be subject to closure by you. However, the following types of

transactions are not subject to the above-referenced limitation: any deposits; withdrawals from or transfers between my accounts with you, if made in person at one of your Financial Centers, at an ATM or by mail; telephone request for withdrawals (if a check is mailed to me); and payments to a loan account held with you.

Checking Accounts

1. I understand that you offer three types of checking accounts: Access, Simplicity, and Signature Checking Accounts.
2. I understand the minimum balance required to earn dividends on my account is disclosed on your current rate sheet and may change from time to time.
3. I understand that my checking accounts cannot be used as a source of funds for overdraft purposes.
4. The Access and Simplicity Checking Accounts do not earn dividends.
5. I understand that my checking account will be charged the monthly checking service charge, unless a fee waiver applies, as disclosed in your Services and Schedule of Fees as amended.
6. The Signature Checking Account offers a debit card rebate program. I will earn a \$.05 rebate for each eligible debit card purchase transaction (minus any returned purchases) posted to my Signature Checking Account, subject to a \$5 maximum rebate per month. The rebate will be credited at the end of the month.
7. The Access Checking Account is designed for members who do not meet your regular checking account opening standards. To qualify for the Access Checking Account, I must: (a) be at least 13 years of age (with a parent or guardian joint owner on the account), and (b) be a member that is in good standing and has never caused a loss to you. The following transaction limitations apply to my Access Checking Account: (a) checks drawn on other financial institutions must be deposited into the account and may not be available for immediate withdrawal. I may only cash checks that are drawn on you; and (b) ATM deposits are restricted.

Terms and Conditions Applicable to Certificate Accounts:

Share Certificate Accounts

1. The terms available and the minimum deposit required to open my certificate account is disclosed in your current rate sheet and may change from time to time.
2. The annual percentage yield disclosed in your current rate sheet assumes dividends remain in the accounts until maturity and that a withdrawal will reduce earnings.
3. I understand that from time to time, you may offer

certain promotional certificate accounts that have a higher or lower minimum-balance requirement.

4. I understand the dividend rate for my certificate account is fixed for the term and starts the day of deposit and holds for the term I select for the certificate.
5. After my account is opened, I may not make additional deposits into the account until the maturity date.
6. My account will mature on the date set forth on my certificate account form.
7. Federal Reserve Board regulations require an early withdrawal penalty of seven (7) days' dividends on amounts withdrawn within the first six (6) days after deposit or any partial withdrawal made prior to the date of maturity, except IRA share certificates.
8. You agree to disburse paid dividends from the account at the end of each dividend period in compliance with my instructions.
9. I understand that direct deposit and payroll deductions are not allowed on this account.
10. I understand this account cannot be used as a source of funds for overdraft purposes.
11. Except as set forth herein, I understand a substantial penalty is required for early withdrawal. Any withdrawal of the principal amount held in the account that does not reduce the balance of the account below the minimum opening balance will be subject to the following penalties: the lesser of all dividends earned or ninety (90) days' loss of dividends (for certificates with a maturity of 365 days or less), or 180 days' loss of dividends (for certificates with a maturity greater than 365 days), with seven (7) days' minimum of simple dividends on withdrawals during the first six (6) days.
12. Any withdrawal of the principal amount held in my account that reduces the balance of the account below the minimum opening balance requirement may result in the cancellation of the certificate, and the penalties set forth above may be applied to the entire principal amount. The penalties will be applied to earned dividends only. However, if paid dividends have been withdrawn, the penalties may be applied to the principal held in the account up to the amount of the dividends that have been previously withdrawn.
13. Penalties do not apply to:
 - a. Withdrawals of earned and paid dividends.
 - b. Withdrawals of certificate funds during the seven (7)-day grace period following the automatic renewal of the certificate.

- c. Withdrawals made subsequent to my death or disability or to the death or disability of any owner of the account made pursuant to your bylaws.
14. You will send me a written maturity notice at least ten (10) days in advance of the maturity date of my share certificate. I may instruct you in person or in writing prior to the expiration of a seven (7)-day grace period following maturity to renew or close the certificate on a date of my choosing within the grace period. Funds will continue to earn dividends but at the rate of a new certificate for the same term in effect on the maturity date until such date of closure or renewal.
15. Unless I instruct you otherwise in person or in writing before the end of the grace period, you will renew the certificate automatically for the same term as the maturing certificate, if certificates of that term are then available. The renewal will be effective on the maturity date, and the rate will be the same as your rate for opening a new certificate of like term on the renewal date. For certificates maturing on a non-business day, funds will be made available on the second business day following the maturity date.
16. I understand that my certificate accounts are nontransferable and nonnegotiable. Any account holder with borrowing privileges may pledge any or all of the funds in any certificate (except an IRA) account as collateral security to any of your loan(s) in accordance with current loan policies.

IRA Share Certificate Accounts

The same share certificate account terms and conditions apply to IRA share certificates with several inclusions, as listed below:

1. I understand that my Individual Retirement Account application, agreement and disclosures provide more information about my account, and a copy will be provided to me at IRA plan opening.
2. None of the funds on deposit in this account may be pledged.
3. I understand that direct deposit and payroll deductions are not allowed on this account.
4. I understand this account cannot be used as a source of funds for overdraft purposes.
5. Penalties may be waived on IRA certificates for those members aged 59 1/2 or older.
6. Members aged 70 1/2 or older may be required to take a required minimum distribution (RMD). Refer to a qualified tax advisor for further guidance.
7. Penalties do not apply to:
 - a. Withdrawals of earned and paid dividends.
 - b. Withdrawals of certificate funds during the seven

(7)-day grace period following the automatic renewal of the certificate.

- c. Withdrawals made subsequent to my death or disability or to the death or disability of any owner of the account made pursuant to your bylaws.
 - d. Withdrawals made to effect a required distribution of funds from accounts that are part of a pension plan that qualifies (or qualified) for specific tax treatment under Section 401 or from accounts qualifying under Section 408 of the Internal Revenue Service Code.
8. IRA accounts include traditional IRAs, Roth IRAs, SEP IRAs, contributory IRAs, and Coverdell education savings accounts (Coverdell ESAs).
 9. IRS and state law penalties: certain federal and state penalties may apply to early withdrawals from IRA accounts. These are set forth in your Individual Retirement Account agreement and disclosures and applicable federal and state laws and regulations and are incorporated herein by reference.
 10. I understand that my account will be charged the IRA Transfer/Closeout Fee, disclosed in your Services and Schedule of Fees, as amended, at the time I close my IRA Share Certificate Account.

This credit union is federally insured by the National Credit Union Administration.



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