

Truth-In-Savings Disclosure for Personal Accounts

Effective September 5, 2020

COMMON FEATURES

- Par value of the Primary Savings account is \$5.00. You must complete payment of one \$5.00 share in your Primary Savings account to become a member of the credit union and open additional accounts.
- Dividends are paid from current income and available earnings after required transfers to reserves at the end of the dividend period. Except for certificate accounts, the Dividend Rate and corresponding Annual Percentage Yield (APY) may change at the discretion of the Board of Directors. Dividend Rates and APYs are prospective rates and yields that we anticipate paying for the applicable dividend period. Dividends are not guaranteed.
- The APY is a percentage rate that reflects the total amount of dividends to be paid on an account based on the dividend rate and frequency of compounding for an annual period. APY assumes that the principle and dividends earned will remain in the account. A withdrawal will reduce your earnings.
- For current dividend rates and APYs, please refer to the CapEd Rate Sheet that accompanies this disclosure.
- Dividends begin to accrue on the business day you make your deposit.
- If you close your checking account before dividends are posted, dividends will not be paid.
- Dividends are calculated using the Daily Balance Method which applies a daily periodic rate to the balance in the account each day.
- Regulation D Rules – For certain accounts, you may not make more than six withdrawals or transfers to another CapEd account by means of a preauthorized or automatic transfer, telephone request, or by check, draft, debit card, or similar order to a third party within a calendar month. If you exceed the six-transfer limit, your account may be closed.
- Qualification Cycle. The qualification cycle for reward accounts begin on the last day of each month and ends on the day before the last day of the following month. For example, the qualification cycle for July is from June 30 through July 30.

SAVINGS / IDAHO MEDICAL SAVINGS

Minimum to Open. The minimum amount required to open a primary savings account is \$5.00. There is no minimum amount required to open a secondary savings or Idaho Medical Savings.

Dividend Period. The dividend period for this account is quarterly.

Compounding and Crediting. Dividends are compounded and credited quarterly.

HIGH YIELD CHECKING

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. The dividend period for this account is monthly.

Compounding and Crediting. Dividends are compounded and credited monthly.

Qualifications. To earn the high yield dividend rate and APY and ATM refunds on this account, each qualification cycle:

- At least 12 debit card purchases must post and settle the account,
- At least 1 direct deposit or ACH withdrawal must post and settle the account, and
- You must be enrolled in and agree to receive electronic eStatement notices.

Rewards. If you meet the qualifications, you will earn the high yield rate and APY as listed on the CapEd Rate Sheet on balances up to \$10,000.00, and your nationwide ATM fees will be refunded. If you believe that you have not been reimbursed the correct amount, we must hear from you no later than 30 days after the statement cycle where the reimbursement was applicable. The maximum ATM refund for the qualification cycle is \$25.00. NOTE: ATM transactions do not count as qualifying debit card transactions for purposes of earning rewards on this account. If you do not meet the qualifications, you will earn the non-qualifying dividend rate and APY as listed on the CapEd Rate Sheet, and your ATM fees will not be refunded.

GOOD FOR ME CHECKING

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. This account does not earn dividends.

Qualifications. To earn the cash back reward and ATM refunds on this account, each qualification cycle:

- At least 12 debit card purchases must post and settle the account,
- At least 1 direct deposit or ACH withdrawal must post and settle the account, and
- You must be enrolled in and agree to receive electronic eStatement notices.

Rewards. If you meet the qualifications, you will earn 2% cash back on your debit card purchases made during the qualification cycle, up to a total of \$6.00, and your nationwide ATM fees will be refunded. If you believe that you have not been reimbursed the correct amount, we must hear from you no later than 30 days after the statement cycle where the reimbursement was applicable. The maximum ATM refund for the qualification cycle is \$25.00. NOTE: ATM transactions do not count as qualifying debit card transactions for purposes of earning rewards on this account. If you do not meet the qualifications, you will not earn cash back reward and your ATM fees will not be refunded.

GOOD FOR ME CHECKING + GOOD FOR ME SAVINGS

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. The dividend period for the Cash Back Savings account is monthly.

Compounding and Crediting. Dividends for the Cash Back Savings are compounded and credited monthly.

Qualifications. To earn the cash back reward, ATM refunds, and reward dividend on the Cash Back Savings account, each qualification cycle:

- At least 12 debit card purchases must post and settle the account,
- At least 1 direct deposit or ACH withdrawal must post and settle the account, and
- You must be enrolled in and agree to receive electronic eStatement notices.

Rewards. If you meet the checking account qualifications, you will earn 2% cash back on your debit card purchases made on your Cash Back Checking account during the qualification cycle, up to a total of \$6.00, you will earn the reward dividend on balances up to \$10,000.00 on your Cash Back Savings account, and your nationwide ATM fees will be refunded. If you believe that you have not been reimbursed the correct amount, we must hear from you no later than 30 days after the statement cycle where the reimbursement was applicable. The maximum ATM refund for the qualification cycle is \$25.00. NOTE: ATM transactions do not count as qualifying debit card transactions for purposes of earning rewards on this account. If you do not meet the qualifications, you will not earn cash back reward and your ATM fees will not be refunded.

CLASSIC CHECKING

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. This account does not earn dividends.

IDAHO MEDICAL CHECKING

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. The dividend period for this account is monthly.

Compounding and Crediting. Dividends are compounded and credited monthly.

HOME EQUITY LINE OF CREDIT (HELOC) CHECKING

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. This account does not earn dividends.

Transaction Limitations. Overdrafts will be paid only by transfers from available funds from the corresponding HELOC.

MONEY MARKET CHECKING

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. The dividend period for this account is monthly.

Compounding and Crediting. Dividends are compounded and credited monthly.

Minimum Balance to Avoid the Monthly Fee. The minimum balance required to avoid the monthly fee is \$2,500.00.

Minimum Balance to Earn Dividends. The required minimum daily balance to earn dividends on this account is \$2,500.00.

Transaction Limitations.

- The minimum deposit requirement is \$25.00.
- The minimum withdrawal requirement is \$200.00
- You may make 3 withdrawals per month without incurring a fee.

Please refer to our Personal Account Fee Schedule for fees associated with this account.

HEALTH SAVINGS ACCOUNT (HSA)

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. The dividend period for this account is monthly.

Compounding and Crediting. Dividends are compounded and credited monthly.

Transaction Limitations.

- Your HSA may not become overdrawn for any reason.
- If it becomes overdrawn, the account is no longer considered an HSA and any contributions or withdrawals made during the year the overdraft occurs are invalid.
- HSA accounts are not eligible for overdraft coverage.

HOLIDAY CASH STASHER

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. The dividend period for this account is quarterly.

Compounding and Crediting. Dividends are compounded and credited quarterly.

Transaction Limitations.

- The withdrawal period is from November 1 to January 31 of each year. Withdrawals made at any other time are subject to an early withdrawal fee. Please refer to our Personal Account Fee Schedule.
- We reserve the right to require not less than 7 days' notice in writing before each withdrawal from this account.
- Only one Holiday Cash Stasher account per Social Security Number is allowed.

INDIVIDUAL RETIREMENT ACCOUNT (IRA) / EDUCATION SAVINGS ACCOUNT (ESA)

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. The dividend period for this account is quarterly.

Compounding and Crediting. Dividends are compounded and credited quarterly.

Transaction Limitations.

- Regulation D rules apply to this account.
- Additions will be limited to the IRS contribution limits for the year of contribution.

- Electronic transfer contributions are credited for the tax year in which they are received.
- Written requests are required for prior year contributions on all accounts that allow prior year contributions.
- We reserve the right to require not less than 7 days' notice in writing before each withdrawal from this account.

INDIVIDUAL RETIREMENT ACCOUNT (IRA) 59 ½

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. The dividend period for this account is quarterly.

Compounding and Crediting. Dividends are compounded and credited quarterly.

Transaction Limitations.

- Regulation D rules apply to this account.
- Additions will be limited to the IRS contribution limits for the year of contribution.
- Electronic transfer contributions are credited for the tax year in which they are received.
- Written requests are required for prior year contributions on all accounts that allow prior year contributions.
- We reserve the right to require not less than 7 days' notice in writing before each withdrawal from this account.

IRA / ESA / IDAHO MEDICAL CERTIFICATE

Minimum to Open. The minimum balance to open this account is \$500.00.

Dividend Period. The dividend period for this account is quarterly.

Compounding and Crediting. Dividends are compounded and credited quarterly and at maturity.

Transaction Limitations.

- You may not make additions to this account in the last 7 days before maturity.
- Additions will be limited to the IRS contribution limits for the year of contribution.
- Electronic transfer contributions are credited for the tax year in which they are received.
- Written requests are required for prior year contributions on all accounts that allow prior year contributions.
- You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principle withdrawn before maturity is subject to an early withdrawal penalty.
- This account is non-transferable and may not be pledged or assigned.
- You may withdraw dividends credited in the term before maturity of that term without penalty. You may withdraw dividends on the first day after the crediting date.

Early Withdrawal. In the event an early withdrawal reduces the balance of the account below the required minimum balance, the certificate will be closed and the penalty described below will be imposed on the entire amount in the account. In the event an early withdrawal does not reduce the balance of the account below the required minimum balance, a penalty will be imposed only on the amount withdrawn.

Early Withdrawal Penalties. If your account has an original maturity of one year or less, we may impose a penalty equal to the lesser of:

- 90 days of dividends,
- The number of days from renewal/opening date to the date of withdrawal at the rate currently in effect for the account, or
- Seven days of dividends on the amount withdrawn if earned dividends are less than 7 days' dividends.

If your account has an original maturity of more than 1 year, we may impose a penalty equal to the lesser of:

- 180 days of dividends,
- The number of days from renewal/opening date to the date of withdrawal at the rate currently in effect for the account, or
- Seven days of dividends on the amount withdrawn if earned dividends are less than 7 days' dividends.

The balance on which the penalty is figured is the amount withdrawn less available dividends. If you have withdrawn all dividends at the time of early withdrawal, the penalty is taken from the principal. In certain circumstances, such as death, incompetence, or disability of an owner of this account, the law may require that we waive the early withdrawal penalty. Other exceptions may apply.

Consult your tax advisor for any IRS penalty for withdrawals.

Automatically Renewable. This account will automatically renew at maturity. If we receive notice from you before maturity date, or within the grace period, not to renew, or if you withdraw the funds in the account at maturity, the account will not automatically renew. Unless we receive notice from you, the renewal term will be the same as the original term, beginning on the maturity date. The renewal dividend rate will be the current rate. You will have a 10-calendar grace period after maturity to withdraw the funds without being charged an early withdrawal penalty. We can prevent renewal if we mail you a notice at least 30 calendar days before maturity. If we or you prevent renewal, your funds will be placed in an IRA, ESA, or Idaho Medical Savings Account.

CERTIFICATE / SMART STEP CERTIFICATE / RATE BUMP CERTIFICATE

Minimum to Open. The minimum balance to open this account is \$500.00 or \$250.00 for members under age 25.

Dividend Period. The dividend period for this account is quarterly.

Compounding and Crediting. Dividends are compounded and credited quarterly and at maturity. You may choose to have dividends paid to another account rather than credited to this account. If your dividends are more than \$25.00 during the quarter, you may request that a check is sent to you.

Transaction Limitations.

- You may not make additions to this account until the maturity date stated on the account.
- You may make withdrawals of principal from your account before maturity only if we agree at the time you request the withdrawal. Principle withdrawn before maturity is subject to an early withdrawal penalty.
- This account is non-transferable.
- You may withdraw dividends credited in the term before maturity of that term without penalty. You may withdraw dividends on the first day after the crediting date.
- We reserve the right to require not less than 7 days' notice in writing before each withdrawal from this account.
- *When offered, the rate bump option on the Rate Bump Certificate is available one time during the term of the certificate. Upon your request, the rate will increase to the current promotional certificate rate with the equivalent term. The new rate will be effective on the date of the requested change and is not retroactive to the opening/renewal date of the certificate. The new rate will expire at the maturity of the certificate.*

Early Withdrawal. In the event an early withdrawal reduces the balance of the account below the required minimum balance, the certificate will be closed and the penalty described below will be imposed on the entire amount in the account. In the event an early withdrawal does not reduce the balance of the account below the required minimum balance, a penalty will be imposed only on the amount withdrawn.

Early Withdrawal Penalties. If your account has an original maturity of one year or less, we may impose a penalty equal to the lesser of:

- 90 days of dividends,
- The number of days from renewal/opening date to the date of withdrawal at the rate currently in effect for the account, or
- Seven days of dividends on the amount withdrawn if earned dividends are less than 7 days' dividends.

If your account has an original maturity of more than 1 year, we may impose a penalty equal to the lesser of:

- 180 days of dividends,
- The number of days from renewal/opening date to the date of withdrawal at the rate currently in effect for the account, or
- Seven days of dividends on the amount withdrawn if earned dividends are less than 7 days' dividends.

The balance on which the penalty is figured is the amount withdrawn less available dividends. If you have withdrawn all dividends at the time of early withdrawal, the penalty is taken from the principal. In certain circumstances, such as death, incompetence, or disability of an owner of this account, the law may require that we waive the early withdrawal penalty. Other exceptions may apply.

Automatically Renewable. This account will automatically renew at maturity. If we receive notice from you before maturity date, or within the grace period, not to renew, or if you withdraw the funds in the account at maturity, the account will not automatically renew. Unless we receive notice from you, the renewal term will be the same as the original term, beginning on the maturity date. The renewal dividend rate will be the current rate. You will have a 10-calendar grace period after maturity to withdraw the funds without being charged an early withdrawal penalty. We can prevent renewal if we mail you a notice at least 30 calendar days before maturity. If we or you prevent renewal, your funds will be placed in your savings account.

If the account balance in a Smart Step account is less than \$500.00 on the maturity date after you attain age 25, the funds will automatically transfer into your savings account and the certificate will be closed.

MATCHED EDUCATION SAVINGS ACCOUNT (MESA)

Minimum to Open. There is no minimum amount required to open this account.

Dividend Period. This account does not earn dividends.

Transaction Limitations.

- The minimum deposit requirement is \$25.00.
- Only one MESA account per person is allowed.