

## TRUTH IN SAVINGS DISCLOSURE

The Truth-in-Savings Act (TIS) is a section of the Federal Deposit Insurance Corporation Improvement Act of 1991. The National Credit Union Administration is charged with enforcing this Act which applies to all Credit Unions.

The purpose of TIS is to promote and simplify comparisons among accounts at all financial institutions. TIS enables consumers to make informed choices/comparisons among competing claims of financial institutions by requiring disclosure of the interest rates payable on these accounts and the fees assessable against these accounts.

It is the intent of Birmingham Bloomfield Credit Union to maintain compliance with this federal law pertaining to disclosure of the terms and conditions of all savings programs. The following disclosure information illustrates the various savings alternatives available to members of Birmingham Bloomfield Credit Union.

The Current Rate Sheet and Fee Schedule referenced in this document set forth certain conditions, rates, fees, and charges applicable to your accounts at Birmingham Bloomfield Credit Union. The Current Rate Sheet and Fee Schedule are available at [www.bbcu.org](http://www.bbcu.org) and at our branch locations. If you would like to receive this information by mail, or if you have any questions regarding this disclosure or accounts offered by Birmingham Bloomfield Credit Union please contact a member service representative.

### REGULAR & BUSINESS SHARE

**Rate Information:** The dividend rate and annual percentage yield may change every dividend period, as determined by the credit union board of directors.

- **Compounding and Crediting:** Dividends will be compounded quarterly and will be credited to your account quarterly. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account.
- **Dividend Period:** 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 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

**Daily Balance Computation Method:** Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

**Minimum Balance Requirements:** The minimum required to open and maintain this account is \$5.00, which is the par value of one share in the credit union.

**Fees:** Please see the Fee Schedule for current fees that may apply to this account.

### SHARE DRAFT / CHECKING ACCOUNTS

**Rate Information:** The dividend rate and annual percentage yield may change every dividend period, as determined by the credit union board of directors.

- **Compounding and Crediting:** Dividends will be compounded quarterly and will be credited to your account quarterly. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account.
- **Dividend Period:** 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 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

**Daily Balance Computation Method:** Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

**Minimum Balance Requirements:** There is no minimum balance requirement to open this account or to earn dividends.

**Transaction Limitations:** No transaction limitations apply to this account, unless otherwise stated in your account agreement or other agreement with the credit union.

### CHRISTMAS / VACATION CLUB ACCOUNTS

**Fees:** Please see the Fee Schedule for current fees that may apply to this account.

**Rate Information:** The dividend rate and annual percentage yield may change every dividend period, as determined by the credit union board of directors.

- **Compounding and Crediting:** Dividends will be compounded quarterly and will be credited to your account quarterly. Dividends will be earned daily for

- **Dividend Period:** 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 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

**Daily Balance Computation Method:** Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

**Minimum Balance Requirements:** There is no minimum balance requirement to open this account or to earn dividends.

**Transaction Limitations:** No transaction limitations, however, your Vacation Club Account deposits will be transferred on July 1<sup>st</sup> of each year to your Savings Account and on November 1<sup>st</sup> of each year, deposits into your Christmas Club Account will be transferred to your Savings Account.

**Fees:** Please see the Fee Schedule for current fees that may apply to this account

### INDIVIDUAL RETIREMENT ACCOUNTS (IRA) & HEALTH SAVINGS ACCOUNTS (HSA)

**Rate Information:** The dividend rate and annual percentage yield may change every dividend period, as determined by the credit union board of directors.

- **Compounding and Crediting:** Dividends will be compounded quarterly and will be credited to your account quarterly. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account.
- **Dividend Period:** 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 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

**Daily Balance Computation Method:** Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

**Minimum Balance Requirements:** There is no minimum balance requirement to open this account or to earn dividends.

**Transaction Limitations:** Contributions and withdrawals to IRA & HSA accounts are subject to Internal Revenue Service rules and limitations. See your Plan Disclosure for more information. Accountholder is responsible for compliance with IRS regulations.

**Fees:** Please see the Fee Schedule for current fees that may apply to this account

### SUPER SAVER ACCOUNTS

**Rate Information:** The dividend rate and annual percentage yield may change every dividend period, as determined by the credit union board of directors. This account is tiered which means it pays different dividend rates corresponding to applicable account tiers, on the applicable balance in each tier. The applicable tiers, dividend rate and annual percentage yield for each tier will be as listed in the credit union's Current Rate Sheet.

- **Compounding and Crediting:** Dividends will be compounded monthly and will be credited to your account monthly. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account.
- **Dividend Period:** 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 through January 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is January 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

**Daily Balance Computation Method:** Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

**Minimum Balance Requirements:** There is no minimum balance requirement to open this account or to earn dividends.

**Transaction Limitations:** No transaction limitations apply to this account, unless otherwise stated in your account agreement or other agreement with the credit union.

**Fees:** Please see the Fee Schedule for current fees that may apply to this account.

### TWO-MONTH & SIX-MONTH CERTIFICATES

**Fixed Rate of Interest:** The dividend rate and annual percentage yield is a fixed rate of interest, as determined by the Credit Union board of directors. The dividend rate and annual percentage yield will not change until the first maturity date.

- **Compounding Interest - Crediting of Interest - Dividend Period:** Unless otherwise paid, dividends will be compounded and paid at maturity on 2-Month Term Share Accounts and every 90 days for 6-Month Term Share Accounts. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account. Alternatively, you may elect to have dividends paid to you or to your regular share account every dividend period, instead of being credited to your Share Certificate Account.

**Daily Balance Computation Method:** Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

**Minimum Balance Requirements:** The minimum required to open this account is \$500.00. The minimum daily balance required to maintain this account and receive the disclosed interest rate is \$500.00.

**Transaction Limitations:** After the account is opened, you may not make additional deposits into the account until the first maturity date stated on the account. The credit union reserves the right to require a 30-day written notice of withdrawals of principal or interest from your account before maturity. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.

**Fees:** Please see the Fee Schedule for current fees that may apply to this account

### ONE, TWO, THREE & FOUR-YEAR CERTIFICATES

**Fixed Rate of Interest:** The dividend rate and annual percentage yield is a fixed rate of interest, as determined by the Credit Union board of directors. The dividend rate and annual percentage yield will not change until the first maturity date.

- **Compounding Interest - Crediting of Interest - Dividend Period:** Unless otherwise paid, dividends will be compounded and paid every 3 months on 12, 24 36 & 48 Month Term Share Accounts. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account. Alternatively, you may elect to have dividends paid to you or to your regular share account every dividend period, instead of being credited to your Share Certificate Account.

**Daily Balance Computation Method:** Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

**Minimum Balance Requirements:** The minimum required to open this account is \$500.00. The minimum daily balance required to maintain this account and receive the disclosed interest rate is \$500.00.

**Transaction Limitations:** After the account is opened, you may not make additional deposits into the account until the first maturity date stated on the account. The credit union reserves the right to require a 30-day written notice of withdrawals of principal or interest from your account before maturity. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty.

**Fees:** Please see the Fee Schedule for current fees that may apply to this account.

### INDIVIDUAL RETIREMENT ACCOUNT (IRA) CERTIFICATES

**Fixed Rate of Interest:** The dividend rate and annual percentage yield is a fixed rate of interest, as determined by the Credit Union board of directors. The dividend rate and annual percentage yield will not change until the first maturity date.

- **Compounding Interest - Crediting of Interest - Dividend Period:** Unless otherwise paid, dividends will be compounded and paid every 3 months on IRA Term Share Accounts. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account.

**Daily Balance Computation Method:** Dividends are calculated by the daily balance method that applies a daily periodic rate to the balance in the account each day.

**Minimum Balance Requirements:** The minimum required to open this account is \$500.00. The minimum daily balance required to maintain this account and receive the disclosed interest rate is \$500.00.

**Transaction Limitations:** After the account is opened, you may not make additional deposits into the account until the first maturity date stated on the account. The credit union reserves the right to require a 30-day written notice of withdrawals of principal or interest from your account before maturity. Principal withdrawn before maturity is included in the amount subject to early withdrawal penalty. Contributions and withdrawals to IRA accounts are subject to Internal Revenue Service rules and limitations. See your Plan Disclosure for more information. Accountholder is responsible for compliance with IRS regulations.

## RULES APPLICABLE ONLY TO TERM SHARE CERTIFICATES & IRA ACCOUNTS

### EARLY WITHDRAL PENALTY FOR ALL CERTIFICATE & IRA ACCOUNTS

We may impose a penalty if you withdraw any of the principal before the maturity date. For **Term Share Certificate Accounts**, the amount of the early withdrawal penalty for a 2-Month Certificate of Deposit is 60 days of dividends on the amount withdrawn subject to penalty and, for a 6-Month Certificate of Deposit, the penalty is 90 days of dividends on the amount withdrawn subject to penalty. For **Individual Retirement Accounts**, the amount of the early withdrawal penalty is 90 days of dividends on the amount withdrawn subject to penalty. For both the Term Share Certificates and IRA Accounts, if the penalty is greater than the interest earned, the difference will be deducted from principal on deposit in the account. The annual percentage yield disclosed would require you to maintain both principal and interest on deposit for a term of one (1) year. The penalty is calculated as a forfeiture of part of the dividends that have been or would be earned on the account. It applies whether or not the dividends have been earned. In other words, if the account has not yet earned enough dividends or if the dividend has already been paid, the penalty will be deducted from the principal.

The annual percentage yield is based on an assumption that principal and dividends will remain in the account until maturity. A withdrawal will reduce earnings.

### EXCEPTIONS TO EARLY WITHDRAWAL PENALTIES FOR TERM SHARE CERTIFICATE ACCOUNTS

At our option, or when required by law, we may pay the account before maturity without imposing an early withdrawal penalty when an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction. See your Plan Disclosure if this account is part of an IRA or other tax qualified plan.

### AUTOMATIC RENEWAL POLICY

This account will automatically renew upon maturity for another term as specified in the original account. The dividend rate upon renewal will be the same we offer on new term share accounts on the maturity date, which have the same term, minimum balance (if any) and other features as the original term share account. You have a grace period of 7 calendar days after maturity in which you may elect in writing not to renew the account and, you may also deposit to and/or withdraw funds from your account without penalty during that 7 calendar day period. The Credit Union may also notify you in writing by mail within 7 days after maturity if the Credit Union elects not to renew this account. If either you or the Credit Union elect not to renew your account, then your funds will be placed into your regular interest bearing share account.

### NONTRANSFERABLE/NONNEGOTIABLE

Your account is nontransferable and nonnegotiable. The funds in your account (s) may not be pledged to secure any obligation of an owner, except obligations with this Credit Union.

## COMMON FEATURES

All accounts offered by Birmingham Bloomfield Credit Union share several common features. These features are:

**Membership:** You must complete purchase of a \$5.00 par value share in the Credit Union (par value of one share is \$5.00) and be a member in good standing. If the balance in your Share Account decreases below \$5.00, the Credit Union may, at its option, close your account and terminate your membership.

We reserve the right to suspend services to a member who is not in good standing, which include, but are not limited to, members who: (i) are delinquent on any loan with this Credit Union; (ii) have a Regular Share Savings balance of less than a \$5.00 minimum; (iii) have caused any financial loss to this Credit Union; (iv) have any unresolved Non-Sufficient Fund Checks outstanding, whether in regard to a deposit or otherwise; (v) have not paid the Credit Union any fees or costs owing to it; or (vi) have a negative balance in any account.

**Accounts of Businesses and Organizations:** Accounts held in the name of business, organization, or association member are subject to all of the conditions and terms contained in this Agreement for natural person accounts, and the following additional rules. The Credit Union reserves the right to require the business member to provide an account authorization card or other documentary evidence satisfactory to the Credit Union informing the Credit Union who is authorized to act on the business member's behalf. No POD beneficiary designation or other designation shall apply to the account. You agree to notify the Credit Union of any change in this representative authority of your agent. The Credit Union may rely on your written authorization until such time as the Credit Union is informed of changes in writing and has had a reasonable time to act upon such notice. The Credit Union may require that the third-party checks payable to a business may not be cashed, but must be deposited to a business account. You agree that the Credit Union shall have no notice of any breach of fiduciary duties arising from any transactions by any agent of the account owner, unless the Credit Union has actual notice of such breach.

**Nature of Dividends:** Dividends are paid from current income and available earnings, after required transfers to reserves at the end of the dividend period.

**Accrual of Dividends on Noncash Deposits:** Dividends will begin to accrue on the business day you deposit noncash (e.g. checks) to your account.

**Federal Deposit Insurance:** The National Credit Union Share Insurance Fund federally insures member accounts up to \$250,000.00.

**Transaction Limitations:** We reserve the right to at any time require not less than seven days written notice, nor more than 60 days written notice before each withdrawal from an interest-bearing account other than a time deposit, or from any other savings account as defined by Federal Reserve Regulation D.

No member may withdraw shareholdings that are pledged as required as security on loans without the written approval of the credit committee, except to the extent that such shares exceed the member's total primary and contingent liability to the Credit Union. No member may withdraw any shareholdings below the amount of his or her primary or contingent liability to the Credit Union if the member is delinquent as a borrower, or if borrowers for whom the member is a co-maker, endorser, or guarantor are delinquent, without the written approval of the credit committee.

**Fees:** Please refer to our separate Fee Schedule for additional information on fees that may apply to your account.

## BUSINESS CHECKING

**Business Use Only:** You agree that the account will be used for business purposes only, and will not be used for personal, family or household purposes. You acknowledge and agree that this is material inducement to our allowing the account to be opened and maintained; and that we have no obligation or duty to monitor use of the account.

**Rate Information:** The dividend rate and annual percentage yield may change every dividend period, as determined by the credit union board of directors.

- **Compounding and Crediting:** Dividends will be compounded quarterly and will be credited to your account quarterly. Dividends will be earned daily for each day on which the account balance equals or exceeds the minimum daily balance requirements for this account.
- **Dividend Period:** 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 through March 31. All other dividend periods follow this same pattern of dates. The dividend declaration date is the last day of the dividend period, and for the example above is March 31. If you close your account prior to payment of a dividend, you will not receive any accrued dividend.

**Minimum Balance Requirements:** You must deposit at least Five Hundred (\$500.00) Dollars to open this account. You must maintain a minimum daily balance of Seven Thousand Five Hundred (\$7,500.00) Dollars in your account to avoid a service fee. If your account falls below the daily balance, please see the monthly charge as described in our Fee Schedule.

**Fees and Charges:** The fees and charges that may be assessed against your account are set forth in the Fee Schedule.

**Transaction Limitations:** The Credit Union reserves the right, at any time, to require members to give, in writing, not more than 60 days notice of intention to withdraw the whole or any part of the amounts paid in by them. No member may withdraw shareholdings that are pledged as required as security on loans without the written approval of the credit committee or a loan officer, except to the extent that such shares exceed the member's total primary and contingent liability to the Credit Union. No member may withdraw any shareholdings below the amount of his or her primary or contingent liability to the Credit Union if the member is delinquent as a borrower, or if borrowers for whom the member is a comaker, endorser, or guarantor are delinquent, without the written approval of the credit committee or loan officer.

- Birmingham Office -  
**Birmingham Bloomfield Credit Union**  
576 E. Lincoln  
Birmingham, Michigan 48009  
If you phone us, you MUST call at:  
(248) 647-5958

- Waterford Office -  
**Birmingham Bloomfield Credit Union**  
6375 Highland Road  
Waterford, MI 48327  
If you phone us, you MUST call at:  
(248) 683-2920

## RATE SCHEDULE FOR YOUR ACCOUNT(S)

**These are the accounts you have opened or inquired about. Further details about these accounts are inside this brochure. If the figures are not filled in, please see the Rate Sheet insert that is with this disclosure or your periodic statement.**

### REGULAR, BUSINESS & HEALTH SAVINGS SHARE ACCOUNT

#### Prospective dividend rate:

The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

### SUPER SAVER ACCOUNT

#### Prospective dividend rate:

**Tier 1** – If your daily balance is less than \$2,500.00, a prospective dividend rate of \_\_\_\_\_%, will be paid on the entire balance in your account, with a prospective annual percentage yield of \_\_\_\_\_% for this dividend period.

**Tier 2** – If your daily balance is \$2,500.00 to \$9,999.99, a prospective dividend rate of \_\_\_\_\_%, will be paid on the entire balance in your account, with a prospective annual percentage yield of \_\_\_\_\_% for this dividend period.

**Tier 3** – If your daily balance is \$10,000.00 to 74,999, a prospective dividend rate of \_\_\_\_\_%, will be paid on the entire balance in your account, with a prospective annual percentage yield of \_\_\_\_\_% for this dividend period.

**Tier 4** – If your daily balance is \$75,000.00 to 100,000.00, a prospective dividend rate of \_\_\_\_\_%, will be paid on the entire balance in your account, with a prospective annual percentage yield of \_\_\_\_\_% for this dividend period.

**Tier 5** – If your daily balance is more than \$100,000.00, a prospective dividend rate of \_\_\_\_\_%, will be paid on the entire balance in your account, with a prospective annual percentage yield of \_\_\_\_\_% for this dividend period.

### SHARE DRAFT ACCOUNT

**There is no dividend earned or paid on this account.**

### CHRISTMAS/VACATION CLUB ACCOUNT:

#### Prospective dividend rate:

The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

### TWO-MONTH AND SIX-MONTH TERM SHARE CERTIFICATE ACCOUNT

**Two Month Share Certificate** – The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

**Six Month Share Certificate** – The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

### ONE THROUGH 4 YEAR TERM SHARE CERTIFICATE ACCOUNT

**One Year Share Certificate** – The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

**Two Year Share Certificate** – The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

**Three Year Share Certificate** – The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

**Four Year Share Certificate** – The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

### IRA SHARES SAVINGS ACCOUNT

#### Prospective dividend rate:

The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.

### IRA SHARE TERM SHARE ACCOUNT

**Tier 1** – If your daily balance is less than \$10,000.00, a prospective dividend rate of \_\_\_\_\_%, will be paid on the entire balance in your account, with a prospective annual percentage yield of \_\_\_\_\_% for this dividend period.

**Tier 2** – If your daily balance is \$10,000.00 or more, a prospective dividend rate of \_\_\_\_\_%, will be paid on the entire balance in your account, with a prospective annual percentage yield of \_\_\_\_\_% for this dividend period.

### BUSINESS CHECKING ACCOUNT:

#### Prospective dividend rate:

The prospective dividend rate on your account is \_\_\_\_\_% with a prospective annual percentage yield of \_\_\_\_\_% for the current dividend period.



# Birmingham Bloomfield Credit Union

## Truth-In-Savings Account Disclosures

### Birmingham Branch

576 E. Lincoln • Birmingham, MI 48009 • (248) 647-5958

### Waterford Branch

6375 Highland Rd. • Waterford, MI 48327 • (248) 683-2920

www.bbcu.org

