

Effective January 1, 2008

# DISTRICT 8 HIGHWAY EMPLOYEES CREDIT UNION

## SHARE ACCOUNT TRUTH-IN-SAVINGS DISCLOSURE

### Dividend Rate and APY (Annual Percentage Yield)

The dividend rate as of the last dividend declaration date was 2.25%, with corresponding annual percentage yield of 2.27%. The annual percentage yield is a percentage rate that shows the total amount of dividends, based on the dividends rate and the frequency of compounding for a 365-day period.

### Variable Rate Accounts

The dividend rate and annual percentage yield may change every quarter as determined by the credit union's board of directors.

### Compounding

Dividends will be compounded quarterly and credited quarterly. The dividend period is a quarter. The beginning date of the first dividend period of the calendar year is January 1 and the ending date is March 31. All other dividend periods follow this pattern of dates. The dividend declaration date follows the ending date of a dividend period and for the example, is April 1.

### Effect if Closing an Account

If you close your account before dividends are paid, you will not be paid the accrued dividends for the period.

### Minimum Balance Requirements

To open an account and join the credit union you must purchase \$20.00 in shares.

To earn the annual percentage yield disclosed, you must maintain a minimum average daily balance of \$20.00 in your account for the dividend period. You will not earn any dividends for the dividend period if your average daily balance is below \$20.00 for the period. The average daily balance is calculated by adding the principal in the account for each day and dividing by the number of days in the period.

### How Dividends are Calculated

Dividends are calculated using the average daily balance method. This method applies a periodic rate to the average daily balance in the account for the period. The average daily balance is calculated by adding the balance in the account for each day of the period and dividing that figure by the number of days in the period.

### When Dividends Begin to Accrue

Dividends begin to accrue on cash and non-cash deposits, such as checks, on the business day you make your deposit.

### Fees

The following fee(s) apply to your account:

<u>Fee</u>	<u>When Charged</u>
\$ 0.25	Process fee for opening account
\$ 3.00	Return check fee
\$20.00	Stop payment check fee
\$5.00	Wire Transfer Fee

### Nature of Dividends

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