

Rate & Fee Disclosure, Truth-in-Savings Disclosure and Member Rewards



One Bailey Avenue • PO Box 67
Montpelier, VT 05601-0067
PH: 802 371-5162 • TF: 800 371-5162
www.vsecu.com

This “Truth-in-Savings Disclosure, Rate & Fee Disclosure and Member Rewards” document sets forth current conditions, rates, fees, and charges applicable to savings, checking and certificate accounts at VSECU at this time. The Credit Union may offer other rates and fees or amend the rates and fees contained in this schedule from time to time. Each account holder agrees to the terms set forth on this document and acknowledges that it is a part of the Member Service Agreement.

Rates for Savings, Checking and Certificate Accounts

Effective Date: 08-06-2021

Account Type	Dividend/ Interest Rate (%)	Annual Percentage Yield (APY) (%)	Minimum Opening Balance	Minimum Daily Balance to Earn APY	Minimum Daily Balance to Avoid Service Fee	Below Minimum Daily Balance Fee	Dividends/ Interest Compounded & Credited
Share Savings	.05%	.05%	\$25	None	None	N/A	Monthly
Special Savings (Includes Fiduciary Savings)	.05%	.05%	\$5	None	None	N/A	Monthly
VGreen Money Market Savings¹ (Includes Fiduciary Money Market Savings)							
Tier 1: \$1,000.00 - \$4,999.99	.10%	.10%					
Tier 2: \$5,000.00 - \$9,999.99	.10%	.10%					
Tier 3: \$10,000.00 - \$24,999.99	.15%	.15%	\$1,000	\$1,000	\$1,000	\$5/Month	Monthly
Tier 4: \$25,000.00 - \$49,999.99	.20%	.20%					
Tier 5: \$50,000.00 - \$249,999.99	.25%	.25%					
Tier 6: \$250,000.00 - \$999,999.99	.25%	.25%					
Tier 7: \$1,000,000.00 and over	.25%	.25%					
Individual Retirement Account (IRA) Savings	.05%	.05%	\$25	None	None	N/A	Monthly
Checking (Includes Fiduciary Checking)	.00%	.00%	\$25	None	None	N/A	Monthly
VHeat Clearing Account	.10%	.10%	None	None	None	N/A	Monthly
Edge Pay Checking	None	None	\$25	None	None	N/A	N/A
Certificates (Includes Fiduciary Certificates)							
6 Month	.35%	.35%					
1 Year	.30%	.30%					
18 Month	.25%	.25%	\$500	\$500	N/A	N/A	Monthly
2 Year	.20%	.20%					
3 Year	.20%	.20%					
4 Year	.20%	.20%					
5 Year	.20%	.20%					
IRA Certificates							
1 Year	.30%	.30%					
2 Year	.20%	.20%					
3 Year	.20%	.20%	\$500	\$500	N/A	N/A	Monthly
4 Year	.20%	.20%					
5 Year	.20%	.20%					

¹ VGreen Money Market Savings Accounts are Tiered Rate accounts. For these accounts, if the balance falls within the range for a particular tier, the dividend rate applicable to that tier will apply to the full balance in the account.

Rates and yields may change after account opening. Fees could reduce earnings. Early withdrawal penalties apply to certificates.

Truth-in-Savings Disclosure

Except as specifically described, the following disclosures apply to all of the accounts:

1. Rate Information

The Dividend/Interest Rate and Annual Percentage Yield on the accounts are set forth above. For all accounts except certificates, the Dividend Rate and Annual Percentage Yield may change monthly as determined by the Board of Directors. The Dividend Rates and Annual Percentage Yields are the prospective rates as of the effective date shown above. VGreen Money Market Savings Accounts are Tiered Rate accounts. For these accounts, if the balance falls within the range for a particular tier, the dividend rate applicable to that tier will apply to the full balance in the account.

For Certificate Accounts, the Interest Rate and Annual Percentage Yield are fixed and will be in effect for the term of the account. Rates for Certificate accounts are set by the Credit Union and the Annual Percentage Yield is based on an assumption that interest will remain on deposit until maturity. A withdrawal of interest will reduce earnings.

2. Nature of Dividends

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

3. Compounding and Crediting

Dividends and interest will be compounded and credited as set forth above. For dividend bearing accounts, the Dividend Period is monthly and begins on the first calendar day of the period and ends on the last calendar day of the period.

4. Accrual of Dividends/Interest

Dividends or Interest will begin to accrue on noncash deposits (e.g., checks) on the business day you make the deposit to the account. If you close the account before accrued dividends or interest is credited, accrued dividends or interest will be paid at the time of account closure.

5. Balance Information

The minimum balance required to open each account and earn the stated Annual Percentage Yield is set forth above. If you do not maintain the minimum balance, you will not earn the stated Annual Percentage Yield. For all accounts, dividends or interest are calculated using the Daily Balance method, which applies a daily periodic rate to the balance in the account each day.

6. Rewards/Bonuses

Any rewards or bonuses of \$10 or more paid on dividend/interest bearing accounts are subject to Internal Revenue Service reporting.

7. Inactive Accounts

For Savings (excluding the membership Share Savings) and Checking accounts, if there has been no activity on the account(s) for ninety (90) calendar days and the account has a zero or negative balance, the account will be closed without notice to you.

8. Membership Requirements

A member must maintain a balance of at least the \$25 par value in a Share Savings account at all times. The membership of a member whose Share Savings account has been less than par value for a period of one hundred (100) calendar days or more will automatically be terminated. A member so terminated may apply for readmission to the credit union, provided, however, that only one application for readmission may be made per member within a twelve (12) month period. The directors, by a resolution passed by the affirmative vote of a majority of the directors at a meeting called to consider the resolution, may expel a member for causes. The member who is proposed to be expelled by a resolution of the directors is entitled to at least seven (7) days' notice of the meeting at which the resolution is to be considered, together with a statement of the grounds upon which the member is proposed to be expelled, and is entitled to appear, either personally or by or with counsel to be heard at the meeting. Within seven (7) days after an expulsion resolution passes, the Credit Union shall notify the person who was expelled in writing by regular first-class U.S. mail postage prepaid to the expelled member's address of record. Any person so expelled from the Credit Union shall have no further rights in the Credit Union, but shall not be relieved of any obligations or liability to the Credit Union, and, without restricting the generality of the foregoing, shall not affect the term for which any person has agreed to place deposits with the Credit Union.

9. Certificate Account Features

a. Account Limitations

After the account is opened, you may not make additional deposits to a Certificate account until maturity except IRA Certificates which allow additional deposits in increments of \$250.

b. Maturity

The Certificate account will mature on the maturity date set forth on your Certificate Receipt or Renewal Notice.

c. Early Withdrawal Penalty

We may impose a penalty if you withdraw any of the principal of the Certificate account before the maturity date.

1) Amount of Penalty. The amount of the early withdrawal penalty is based on the term of the account, as follows: i) For accounts with terms of 1 year or less, the penalty is equal to 90 days' interest on the amount withdrawn; or ii) For accounts with terms of more than one year, the penalty is equal to 180 days' interest on the amount withdrawn.

2) How the Penalty Works. The penalty applies irrespective of whether the interest has already been earned or not. If accrued interest is insufficient to pay the penalty, it will be deducted from principal.

3) Exceptions to Early Withdrawal Penalties. At our option, we may pay the account before maturity without imposing an early withdrawal penalty under the following circumstances: i) when an account owner dies or is determined legally incompetent by a court or other body of competent jurisdiction; ii) where the account is an Individual Retirement Account (IRA) and any portion is paid within seven (7) days after establishment; or iii) where the account is an IRA and the owner attains age 59½ or becomes disabled and begins making periodic withdrawals.

d. Renewal Policy

Certificate accounts are automatically renewable accounts. Automatically renewable accounts will renew for another term upon maturity. You have a grace period of ten days after maturity in which to withdraw funds in the account without being charged an early withdrawal penalty. Promotional certificates may not have an automatic renewal feature or automatically renew to the same term. Refer to the Rate and Fee disclosure provided at account opening.

e. Nontransferable/Nonnegotiable

The account is nontransferable and nonnegotiable. The funds in the account may not be pledged to secure any obligation of an owner, except obligations with the Credit Union.

10. Edge Pay Checking Account Program Features

Edge Pay checking accounts are subject to the following additional terms and limitations. When you enroll in our Edge Pay program, the amount of any purchase you make using your Edge Pay Checking Account debit card is rounded up to the nearest whole dollar. The difference between the purchase amount and the whole dollar amount will be transferred from the Edge Pay checking account to the share savings account you have with us. The Credit Union will match 50% of the rounded-up transfers for a maximum of \$5 each month. The Credit Union match funds that are deposited into the share savings account are considered Rewards and are subject to Internal Revenue Service reporting per Provision 6 above. The match begins after the account has been open for 30 days and must have a balance greater than \$0.00 for the match. Match deposits are credited at month end. Edge Pay is a paperless and electronic checking account. Checks are not issued with the account. Access to account information and statements is through Online banking and e-Statements. Edge Pay checking accounts are not eligible for overdraft protection services which means that if you do not have sufficient funds in your account to cover a transaction it will be denied and/or returned to you unpaid. Additional merchant fees may be applied. If you do not opt in to receive e-Statements, you will be charged a paper statement fee. There is a monthly subscription fee for the Edge Pay account. See the Fee Schedule Disclosure.

Fee Schedule

Fees listed below may be reduced or waived based on your level of member participation. Refer to the Member Rewards section below for more information on how Member Rewards can benefit you.

Abandoned Property/Escheatment Processing.....	\$25 per membership
Account-to-Account (A2A) Failed Transactions	\$25 each
A2A Outbound Transfers	\$3 each
Account Reconciliation/Research	\$25 per hour
Bill Pay Same Day Electronic Payment	\$9.95 per transaction
Bill Pay Overnight Check Payment	\$14.95 per transaction
Card Replacement (ATM or Debit).....	\$10 Standard/\$40 Expedited
Check Order Prices.....	Varies by style
Closed Membership	\$20 if closed within 90 days
Edge Pay Monthly Fee.....	\$4.95
Edge Pay Paper Statement Fee	\$3 each
Failed ACH Payment	\$20 each
Inactivity	\$5/month
<i>(applies to checking account if no activity on checking account for 365 calendar days and end-of-month balance is less than \$100)</i>	
International Transaction Fee	1% of transaction amount
<i>(This fee applies to any debit card transaction made at a location in a foreign country, or payable to a merchant located in a foreign country even if you initiate the transaction from within the United States)</i>	
Legal Processing (writ, levy, etc.)	\$50 each
Money Orders	\$5 each
Non-sufficient Funds (NSF)*	\$28
<i>(applies to non-sufficient funds or overdraft items created by check, in-person and ATM withdrawal, or other electronic means)</i>	
Official Check (Cashier's Check)	\$5 each
Official Check/Money Order Replacement.....	\$20 each
Overdraft Protection Transfer.....	\$3 each
Paper Check Copy.....	\$3 each
Paper Statement Copy.....	\$5 per statement
Returned Statement.....	\$5 (future mailings suspended until address is corrected)
Single Service	\$5/month
<i>(applies to members age 21 to 65 who have only a Share Savings account and no other accounts or joint relationship accounts at VSECU, with less than a \$100 end-of-month balance in the Share Savings account)</i>	
Stop Payment (Check or ACH)	\$20 per item, or multiple items within a range
Temporary Checks.....	\$2 for a sheet of 4 checks
Uncollected Funds	\$28 per item paid or returned
Wire Transfers (incoming).....	\$10 each
Wire Transfers (outgoing)	\$20 each – Domestic

****An NSF fee is charged each time an item is presented against insufficient funds. The payee (or the payee's institution) may re-present a previously returned item. Each presentation against insufficient funds will result in a separate fee.***

Member Rewards

Effective: 04-17-2020

The more you rely on us for your financial needs, the more you'll receive in benefits and savings. With Member Rewards, you pay less in fees and receive many services free.

We determine the level of your membership by your combined deposit and loan balance, including accounts for which you are a joint owner/co-owner, or co-signer. The combined balance is determined by aggregating: 1) credit card balances as of the last statement cycle; and 2) the average month balance OR the end-of-month balances for deposits and other loan accounts, whichever is more advantageous to you. Your membership level is determined at the end of each month for the next month.

Service/Fee	Standard Membership (up to \$5,000)	Advantage Membership (\$5,000 to \$25,000)	Advantage Plus Membership (over \$25,000)
Accidental Death and Dismemberment (AD&D) Insurance (\$5,000 coverage)	Free	Free	Free
Automated Telephone Access	Free	Free	Free
Bill Pay	Free	Free	Free
Consultation with MEMBERS Financial Services	Free	Free	Free
Consultation with Member Relations Consultant	Free	Free	Free
Checking Account	Free	Free	Free
Debit Card	Free	Free	Free
e-Statements	Free	Free	Free
Mobile Banking	Free	Free	Free
Notary Service	Free	Free	Free
Online Banking	Free	Free	Free
Online Check Copies	Free	Free	Free
Signature Guarantee Service	Free	Free	Free
Standard Card Replacement	Fee applies	Free	Free
Cashier's Checks	Fee applies	66% discount	Free
Money Orders	Fee applies	66% discount	Free
Overdraft Protection Transfer	Fee applies	33% discount	Free
ATM Surcharge Fee Rebate	No rebate	Up to \$4 per month ¹	Up to \$8 per month ¹

¹ **About ATM Surcharge Fee Rebates** - You may be eligible to receive rebates for surcharge fees imposed by any other ATM owner within the U.S. Rebates are credited at the end of each month and deposited into your Share Savings account. These credits will be reflected on your statement.

Member Rewards are subject to change without notice.