

## **Kasasa Cash® Truth in Savings Disclosure Lampco Federal Credit Union**

This disclosure contains the rules that govern your deposit account as of May 1, 2019.

### **Account Overview**

Kasasa Cash® is a free, variable rate share draft account with no minimum balance that rewards accountholders with dividends and nationwide ATM fee refunds when they meet minimum qualifications during the account's Monthly Qualification Cycles.

### **Purpose and Expected Use of Account**

This account is intended to be the accountholder's primary share draft account in which payroll transactions and day-to-day spending activities including but not limited to grocery, gasoline, apparel, shopping, dining, sporting and entertainment transactions are posted and settled.

Commensurate with the spending activities identified above, we expect the account's debit card to be used frequently throughout each month and for transaction amounts to reflect a wide dollar range. Small debit card transactions conducted on the same day at a single merchant and/or multiple transactions made during a condensed time period particularly near the end of a Monthly Qualification Cycle are not considered normal, day-to-day spending behavior. These types of transactions appear to be conducted with the sole purpose of qualifying for the account's rewards and thus will be deemed inappropriate transactions and will not count toward earning the account's rewards.

Lampco Federal Credit Union reserves the right to determine if the account is being maintained for a purpose other than day-to-day, primary use. Accountholders who persist in making debit card transactions in a calculated and limited fashion in order to meet their monthly qualifications may have their accounts converted to a different share draft account or closed altogether. We also reserve the right to convert the account to a different share draft account if the account does not have consistent active use over 6 consecutive Statement Cycles.

We have the right to close this account at any time, with proper notice. Our decision to close the account will not affect your existing obligations to us including any obligation to pay fees or charges incurred prior to termination. No deposits will be accepted and no checks will be paid after the account is closed. If the account is closed, you will forfeit any rewards that have not been credited to your account. A Lampco Federal Credit Union check for the remaining balance, if applicable, will be mailed to accountholder at the address indicated on our current records. Upon termination of your Kasasa Cash account, any optional add-on products/services associated with this account will also be terminated at the same time.

### **Dividend Rate & Annual Percentage Yield (APY)**

**Balance Computation Method:** Lampco Federal Credit Union *Uses the Daily Balance Method:* We use the daily balance method to calculate the dividends on your account. This method applies a periodic rate to the principal in the account each day for the period. The period we use is the Statement Cycle.

**Dividend Rate & Annual Percentage Yield:** When your Kasasa Cash account qualifications are met during a Monthly Qualification Cycle, Tier 1: A dividend rate of 2.96% will be paid on the portion of your daily balance that is less than or equal to \$25,000.00. The annual percentage yield for this tier is 3.00%. Tier 2: A dividend rate of 0.15% will be paid on the portion of your daily balance that is greater than \$25,000.00. The annual percentage yield for this tier will range from 3.00% to .72%, depending on the balance in the account. The dividend when your Kasasa Cash account qualifications are not met, the dividend rate paid on the entire balance will be 0.01% with an annual percentage yield of 0.01%. Dividends will begin to accrue on the business day you deposit noncash and cash items into your account.

## Qualifications

To earn your rewards just do the following transactions and activities in your Kasasa Cash account during each Monthly Qualification Cycle:

- Have at least 12 PIN-based or signature based debit card purchases.
- Monthly ACH Credits or Debits (such as Bill Pay transactions).

Transactions and activities may take one (1) or more Business Days from the date the transaction or activity occurred to post and settle to the account.

"Business Day" means a calendar day other than a Saturday or Sunday, January 1, the third Monday in January, the third Monday in February, the last Monday in May, July 4, the first Monday in September, the second Monday in October, November 11, or if December 25. If any of these days fall on a Sunday, the next Monday, is not a Business Day.

The following activities do not count toward earning account rewards: ATM-processed transactions, transfers between accounts, bill pay transactions that do not process through ACH, debit card purchases processed by merchants and received by our credit union as ATM transactions, non-retail payment transactions and purchases made with debit cards not issued by our credit union. Transactions bundled together by merchants and received by our institution as a single transaction count as a single transaction for the purpose of earning account rewards.

"Statement Cycle" means the period of time for which Lampco Federal Credit Union provides a summary of the financial activities and transactions that post and settle to the accountholder's account monthly.

## Rewards

When Kasasa Cash qualifications are met during a Monthly Qualification Cycle: (1) A dividend rate of 2.96% will be paid on the portion of your daily balance that is less than or equal to \$25,000 and the annual percentage yield for this tier is 3.00%. A dividend rate of 0.15% will be paid on the portion of your daily balance that is greater than \$25,000 resulting in annual percentage yield for this tier ranging from 3.00% to 0.72%, depending on the account balance. (2) You will receive imbursement up to an aggregate total of \$25 maximum and \$4.99 per single transaction. Nationwide ATM withdraw fees imposed by other financial institutions are incurred during the Monthly Qualification Cycle in which you qualified. An ATM receipt must be presented for reimbursement of individual ATM withdrawal fees of \$5.00 or higher. We reimburse ATM withdrawal fees based on estimates when the withdrawal information we receive does not identify the ATM fee. If you have not received an appropriate reimbursement, we will adjust the reimbursement amount if we receive the transaction receipt within sixty (60) calendar days of the withdrawal transaction.

When Kasasa Cash qualifications are **not met**, the dividend rate paid on the entire balance will be 0.01% with an annual percentage yield of 0.01 % and ATM fees are not refunded.

Dividend and ATM fee reimbursements will be credited to the account on the last day of the Current Statement cycle.

APY = Annual Percentage Yield. APY calculations are based on an assumed total account balance of \$25,000 plus \$100,000 to be shown as a single figure (i.e. \$125,000).

## Additional Information

Kasasa Cash is a free account that has no minimum balance. A minimum deposit will be required if checks are ordered. Monthly receipt of electronic statements is a condition to open account. This account is not to be used for commercial purposes and there is a limit of 1 account per social security number. There are no fees to open or close this account and there are no recurring monthly service charges associated with this account. See accompanying schedule of Lampco Federal Credit Union Fee Schedule for fees that may apply to this account. Monthly enrollment with an ACH Credit or Debit (such as Bill Pay transactions) and at least 12 PIN-based or signature based debit card purchases are required to meet this account's qualifications. Contact a Lampco Federal Credit Union service representative for additional information, details and enrollment instructions.

**Courtesy Pay**

Lampco Federal Credit Union offers optional overdraft protection plans to protect you from overdrafts and declined transactions. The following fees are applicable: Insufficient Funds Fee of \$30 for each item we pay. The fee may be imposed for covering overdrafts created by check, in-person withdrawal, ATM withdrawal, or by other electronic means. Lampco Federal Credit Union reserves the right to require the accountholder to pay an overdraft immediately or require account holder to establish a positive balance in the account. We typically do not pay overdrafts if your account is not in good standing, or you are not making regular deposits, or if you have too many overdrafts. Lampco Federal Credit Union reserves the right to require the accountholder to pay an overdraft immediately on demand or require the accountholder within 45 days to establish a positive balance in the account.

Federally insured by NCUA. Kasasa Cash is a trademark of Kasasa, Ltd., registered in the U.S.A.