



## **FUNDS AVAILABILITY DISCLOSURE THIS POLICY APPLIES TO TRANSACTION ACCOUNTS**

This disclosure describes your ability to withdrawal funds at FedStar Credit Union. It applies to all transaction accounts held on deposit at the credit union. A share draft checking account at this credit union is considered a transaction account.

### **Purpose:**

Our general policy is to allow you to withdraw funds deposited in your account on the first business day after the day we receive your deposit. For determining the availability of your deposits, every day is a business day except Saturdays, Sundays, and federal holidays. If a deposit is made before closing on a business day that we are open, we will consider that day to be the day of your deposit. However, if you make a deposit after closing, we will consider that the deposit was made on the next business day that we are open. Electronic direct deposits will be available on the same day the deposit is received for distribution at the credit union. In some cases, we may delay your ability to withdraw funds beyond the first business day. Then the funds will generally be available by the second business day after the day of the deposit. This delay is based on a case by case or exception basis. Once they are available, you can withdraw the funds and we will use the funds available to pay checks that you have written. The Credit Union reserves the right to place a hold on a deposit on a specific case by case or exception hold basis. In some cases, we will not make all of the funds that you deposit by check available to you on the first business day after the day of your deposit (or, on the same day we receive your deposit). However, the first \$ 200.00 of your deposit will be made available to you on the first business day after the day of your deposit. If we are not going to make all of the funds from your deposit available, we will notify you either at the time of the deposit and we will also tell you when the funds will be available. If we decide to take this action after you have left the premises, we will mail you the notice by the second business day after we receive your deposit. If we cash a check for you that are drawn on another financial institution, we may withhold the availability of a corresponding amount of funds that are already in your account. Those funds will be available at the time funds from the check we cashed or gave you credit on would have been available if you had deposited it. If we accept for deposit a check that is drawn on another bank, we may make funds from the deposit available for withdrawal immediately but delay your availability to withdraw a corresponding amount of funds that you have on deposit in another account with us. The funds in the other account would then not be available until the time periods that are described elsewhere in this disclosure for that type of check that you deposited. Funds from other check deposits may not be available until the second business day after the day of your deposit. The first \$ 200.00 of your deposits, however, will be made available on the first business day. If you will need the funds from deposit right away, you should ask us when the funds will be available.

### **Longer Delays May Apply to your Deposit**

We may also delay your ability to withdrawal funds by an exception hold for an additional number of days for any of these reasons:

- We believe a check you deposit will not be paid
- We received notice that the check is being returned unpaid
- The check is drawn on an account with repeated overdrafts
- The items you deposited on this day exceed \$ 5,000.00
- If there is an emergency, such as a computer equipment failure or a failure of communications.
- You deposit a check drawn on a credit card line of credit

We will notify you if we delay your ability to withdrawal funds for any of these reasons, and we will let you know when the funds will be available. They will generally be available no later than the seventh business day after the day of deposit.

Even after the credit union has made funds available to you, and you have withdrawn the funds, you are still responsible for checks you deposit that are returned to the credit union as unpaid and for any other problems involving your deposit.

### **Special Rules for New Accounts**

If you are a new member the following special rules will apply during the first 30 days your account is open. Funds from electronic direct deposits to your account will be available on the day we receive the deposit. Funds from deposits of cash, wire transfers, and the first \$5,000.00 of a day's total deposits of cashier's, teller's, traveler's, federal, and state government checks will be available on the next business day after the day of your deposit only if the deposit meets certain conditions. For example, the check must be payable to you. The excess over \$ 5,000.00 will be available on the ninth business day after the day of your deposit. If your deposit of these checks (other than a U.S. Treasury check) is not made in person to one of our employees, the first \$5,000.00 will not be available until the second business day of your deposit. Funds from any other check deposit will be available on the seventh business day after the day of your deposit.