

IMPORTANT DISCLOSURES

REGULATION D

Limitations on Withdrawals and Transfers from Savings Deposits. The Federal Reserve Bank has determined that an account with activity exceeding six (6) transfers or withdrawals of a certain type per month constitutes a transactional account; i.e. share draft (checking) account. Therefore, in order to stay in compliance with the regulation, the number of Regulation D type transactions on our non-transaction account; i.e. share savings, clubs/special and money market accounts is limited to six (6) per month.

The chart below illustrates the types of transfer that will and will not trigger a Regulation D occurrence.

Unlimited Withdrawals permitted:	Unlimited Transfers permitted:	Limited to six transfers or withdrawals permitted per month when:
<ul style="list-style-type: none"> ❖ Made in person ❖ Made by messenger ❖ Requested by letter ❖ Made at an ATM ❖ Made by phone, fax or computer if it is a check payable to the member and is mailed to the member 	<p>Made between accounts of the same member by:</p> <ul style="list-style-type: none"> ❖ Mail ❖ Messenger ❖ ATM ❖ In person <p>Made by the member to pay a loan the member has with the credit union</p>	<p>Made to a third party, if made by:</p> <ul style="list-style-type: none"> ❖ Phone ❖ Fax ❖ Computer ❖ Check ❖ Debit Card ❖ ACH ❖ Bill Payment ❖ Automatic Transfers <p>Made to another account of the members at the credit union if made by:</p> <ul style="list-style-type: none"> ❖ Phone ❖ Fax ❖ Computer <p>Transferred to the member's other account(s) at the credit union, if made by:</p> <ul style="list-style-type: none"> ❖ Bill Payment ❖ ACH ❖ Automatic Transfers

What happens to my account if I continually exceed the transaction limitations?

Regulation D requires that NYU FCU take steps to prevent excessive transactions in non-transactional accounts; excessive transactions are transfers or withdrawals in excess of the six transfer and withdrawal limitation. For members who continue to violate those limits after they have been contacted by NYU FCU, the Regulation requires that either the transaction be rejected and subject to a fee. Multiple occurrence of this may result in the account be closed if the transaction threshold is repeatedly surpassed.

This will also affect your share draft account, if you are counting on the funds to be transferred by share overdraft transfer. An overdraft transfer from shares to the share draft account will be assessed a fee per occurrence of \$10.00. After a total of six (6) Reg. D defined transactions, that automatic share overdraft transfer is NOT going to occur. At that point, if you have Courtesy Pay on your checking account, the item will be paid through that program, and you will be assessed a Courtesy Pay fee of \$25.00, even though you may have had sufficient funds in your savings account to cover the transaction. If you do not have Courtesy Pay on your checking account, the item will be returned as non-sufficient funds, and you will be assessed an NSF fee of \$25.00.

How can you avoid these Reg D limitations? If you do not have a share draft checking account, the credit union encourages you to set up an account. Set up all ACH debits/withdrawals to come out of your checking account, not your savings. Your checking account is a DEMAND deposit account, so it has no limitations on the number of withdrawals or transfers that can be made out of it.

Maintain a check register and balance your checking account often. This will help limit the number of share overdraft transfers from shares to checking to cover checks.



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New York University Federal Credit Union is Federally Insured by the NCUA up to \$250,000