

REGULATION D

Limits on Savings and Money Market Account Withdrawals, Transfers and Payments to Others MAY result in Returned Checks and Charges

Every Interra Credit Union member has a savings account. Members may also have additional types of savings accounts, including club accounts or a Money Market Share Account (MMSA). Some types of withdrawal and transfer transactions are limited for the above-mentioned accounts under a Federal Banking Regulation, commonly referred to as "Reg D." It states:

"During any statement period, you may not make more than six (6) convenient withdrawals or transfers to another credit union account of yours or to a third party. Convenient withdrawals or transfers include: preauthorized or automatic transfers (such as overdraft protection transfers or bill payments deducted directly from your savings account), telephonic transfers (telephone, fax, online or mobile banking) and transfers by check, draft, debit card or similar order to a third party."

Please see the table, on the reverse side, to help you understand what are "limited" and "unlimited" transactions.

Among those transactions that "count" as REG D transactions are an automatic transfer from savings to checking for overdraft protection.

The automatic transfer will NOT occur if the REG D transaction limitations have been met. That means the check will be returned for non-sufficient funds (NSF) and a per item NSF fee will apply.

With the MMSA account, the excessive transaction/item will be automatically denied or returned. It is important to note that the number of withdrawals or transfers (i.e., checks, debit card/ATM payments from an MMSA or savings account, or other automatic payments) are based on the date on which the transaction "clears" the account.

In addition, a scheduled automatic withdrawal from a savings account to pay a third party (like an insurance payment, for example) will not occur if the REG D transaction limitations have been "used up" during that statement cycle.

Limitations on Savings and Money Market Account Transfers, Withdrawals & Payments to Others

Federal Reserve “Regulation D” states:

“During any statement period, you may not make more than six (6) convenient withdrawals or transfers to another credit union account of yours or to a third party. Convenient withdrawals or transfers include: preauthorized or automatic transfers (such as overdraft protection transfers or bill payments deducted directly from your savings account), telephonic transfers (telephone, fax, online or mobile banking) and transfers by check, draft, debit card or similar order to a third party.”

The table below shows the types of transfers and withdrawals that are limited by Reg D and those which are unlimited.

LIMITED TRANSACTIONS* <i>Transfers and Withdrawals which “count” as Reg D transactions</i>	UNLIMITED TRANSACTIONS <i>Transfers and Withdrawals which DO NOT “count” as Reg D transactions</i>
Transfers or withdrawals made to another account of the depositor at the same financial institution (Interra Credit Union), if made by: <ul style="list-style-type: none"> • Preauthorized transfer • Automatic transfer • Telephone 	Transfers for the purpose of repaying loans and associated expenses at the same financial institution (Interra Credit Union).
Transfers or withdrawals to a third party (someone other than the depositor), if made by: <ul style="list-style-type: none"> • Preauthorized transfer • Automatic Transfer • Telephone 	Transfers from one account of the depositor to another account of the same depositor, if made by: <ul style="list-style-type: none"> • Mail • ATM • In person • Messenger • Night Deposit
Transfers to a third party (someone other than the depositor), if made by: <ul style="list-style-type: none"> • Check • Draft • Debit card (using an ATM or Debit Card withdrawal from savings or Money Market to pay a third party) • Similar order made by the depositor and payable to third parties 	Withdrawals from the account initiated by and paid directly to the depositor, if made by: <ul style="list-style-type: none"> • Mail • ATM • Messenger • In person (These withdrawals are considered “payments” made to the depositor.)
	Withdrawals made by telephone via check mailed to the depositor.
	Any transfers into the account.

*Including those transmitted from a computer (Interra Online or Mobile banking) and those made using a touch-tone telephone (Interra Connect).

Tips on Managing Your Savings and Money Market Accounts to Prevent Excessive Withdrawals, Transfers and Payments to Others

- It is suggested that you do NOT authorize anyone to make automatic withdrawals from your savings or MMSA accounts. Instead, set up the withdrawals to come out of a checking account, which allows unlimited transactions.
- It is suggested that you set up your payroll, Social Security or related deposits to be direct deposited into your checking account rather than a savings or MMSA account. Overdrafting from a savings account to pay checks you have written is included in the monthly limit of six (6) transfers.
- Have your funds direct deposited into your checking account, and if you wish to make a savings deposit, ask us about an INTERNAL AUTOMATIC TRANSFER into your savings or MMSA account; it just takes a few minutes to complete a transfer form at any Interra Credit Union office. Deposits into your savings accounts do not “count;” you can make as many as you want.
- Balance your checking account regularly. This helps limit the number of savings transfers to pay checks that would otherwise be NSF. Remember, after six “limited” transfers, withdrawals, or payments, checks presented for payment will not be protected by the savings to checking transfer.
- Apply for and use an Interra Credit Union Checking Line of Credit (“LOC”) as your primary overdraft source. Transfers from an Interra Credit Union LOC to pay checks you have written are not regulated. If you do not have an LOC, call for details and apply today!
- Apply for and use an Interra Credit Union debit card (the card with the “Master Card” logo on it). This will allow you to make purchases at stores, with the funds coming directly out of your checking account. Be cautious if you use a standard Interra Credit Union ATM card to make purchases with funds coming out of your savings account as those transactions will count against the six total withdrawal/transfer transactions allowed per statement cycle.

**If you have questions or need additional
information, please call Interra Credit Union
at 574.534.2506 or 888.432.2848**



interracu.com



**Your deposits are insured
to \$250,000 per account.**

By members' choice, this credit union is not federally insured.