

## Regulation D Truth-In-Savings

As a member of Lanier Federal Credit Union, we want to keep you up to date on account information, regulations and changes that may affect you. Below are some frequently asked questions regarding Regulation D (Reg D). You will also find changes to Lanier Federal Credit Union's Regulation D Policy and how it will affect your Savings Account(s) at the credit union.

Q. What is Regulation D?

A. Regulation D (Reg D) is a **Federal Regulation** that limits the number and type of withdrawals from Savings Accounts. The withdrawals are limited to SIX per month. Savings Accounts are not classified as a transaction account like a Checking Account is. Therefore, transaction limitations do not apply to Checking Accounts.

Q. What is the purpose of Regulation D?

A. Regulation D mandates that all depository institutions hold a percentage of certain types of deposits as reserves.

Q. How does Regulation D affect my account?

A. If you make frequent withdrawals from your Savings Account, or if your Savings Account is used to cover any item from your Checking Account for overdraft purposes, the withdrawal limits could result in additional fees to your Savings Account or the possibility of denied transactions.

Q. What policy change is Lanier Federal Credit Union making to their Regulation D Policy?

A. Effective January 1, 2020, any excess transaction over the allowed SIX per month will incur a \$10 fee per transaction. Members that continue to go over with allowed SIX transactions per month may be subject to denied transactions or possibly closure of the account.

Q. What types of withdrawals COUNT toward the limit of SIX per month?

A. For all types of Savings Accounts that are eligible for preauthorized, automatic, internet or telephonic transfers, you may make up to SIX such transfers to an account at another financial institution or to a third party during a calendar month. These types of transactions count toward the limit of SIX per month under Regulation D:

- ACH transfers from a Savings Account (may be subject to additional ACH fees)
- Withdrawals via check made payable to a third party from a Savings Account
- Online Banking transfers from a Savings Account
- Automatic transfers from a Savings Account
- Recurring transfer from a Savings Account
- Any transaction that overdrafts from a Savings Account when Checking Account funds are not available

Q. What types of withdrawals DO NOT COUNT toward the limit of SIX per month?

A. These types of transactions do not count toward the limit of SIX per month under Regulation D:

- Withdrawals via check made payable to and mailed to the member of the Savings Account
- Any transfer for the purpose of paying a loan at Lanier Federal Credit Union
- Withdrawals at an ATM, in person at a Lanier Federal Credit Union office, or by request made through the mail.

Q. When do the counters reset for Regulation D?

A. Regulation D counters reset at the beginning of each month.