

Beach Municipal Federal Credit Union Money Market Savings Account Policy

- I Money Market Savings accounts are established and authorized by the Board of Directors as a separate variable rate share account for members.
- II A member must have a regular share account and must maintain a \$5.00 minimum balance in this share account to open and maintain a Money Market Savings account.
- III Money Market Savings accounts will be offered in a tiered structure with varying dividend rates applicable to each tier. The accounts must be opened with a minimum deposit of no less than \$2,500.00.
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| Tier I | \$0.01 - \$2,499.99 |
| Tier II | \$2,500.00 - \$9,999.99 |
| Tier III | \$10,000.00 - \$24,999.99 |
| Tier IV | \$25,000.00 - \$99,999.99 |
| Tier V | \$100,000.00 and over |
- IV Money Market Savings accounts may be opened in joint tenancy, with or without the right of survivorship with any person(s) designated by the member, but no joint owner(s) shall be permitted to vote, obtain loans, or hold office, unless he/she is within the field of membership, and is a qualified member in his/her own right.
- Each multiple party account owner guarantees the signature of the other owners.
 - A joint account holder maintains the right to make deposits, withdraw all available funds in the account, transfer all or any part of the balance of the account without the consent of the other account owner(s), and the Credit Union shall have no duty in such event to notify any other account owner(s).
- V The dividend period for Money Market Savings accounts will be based on the calendar month. Dividends will be compounded and credited monthly and calculated using a Daily Balance method (date of deposit to date of withdrawal).
- VI The Board of Directors establishes the Money Market dividend rates utilizing the Fed Funds rate published on the 3rd Tuesday of each calendar month plus

or minus a margin. Once established, the dividend rate will be effective on the first day of the next following calendar month.

- VII The ALMC will review the margin no less than quarterly and make recommendations for change as necessary. The Board of Directors empowers the ALMC to adjust the dividend rate or margin up to +/- 1% in order to make rate changes in a timely manner.
- VIII Money Market Savings accounts falling below the minimum opening deposit requirement may remain open provided there are funds on deposit. Such accounts will earn the then current regular share savings account rate and may be assessed a fee for following below the minimum opening balance requirement.
- IX Withdrawals will be limited to 6 per calendar month. A nominal fee will be assessed for each withdrawal in excess of 6.
- X Federal Reserve Regulation D rules limiting the number of Regulation D transactions will apply.
- XI The Cashier's check purchase fee will be waived for withdrawals from the Money Market Savings account.
- XII Money Market Savings accounts will not be assessed a fee upon closure. Accounts may not be closed and reopened in the same day. (This feature is designed to prohibit a member's closing of an account to avoid an excess withdrawal charge).
- XIII Money Market Savings accounts can not be used as collateral for any loan.
- XIV Overdraft protection for share draft accounts and ATM and Debit Card transactions are not permitted from Money Market Savings accounts.
- XV Remote access to the Money Market Savings account is limited to P.A.T. (audio response), Home Banking, and Bill Payer.
- XVI Periodic statements will be provided at least quarterly.

This policy replaces and nullifies all other previously adopted and approved Money Market Savings Accounts Policies.

Approved at the December 20, 2006 Beach Municipal Federal Credit Union Board of Directors meeting.