



CHANGE IN TERMS NOTICE COVER LETTER

March 19, 2025

Dear Name,

We are excited to welcome you to MSU Federal Credit Union (MSUFCU). As an MSUFCU member, you will gain access to an extended range of financial products and services, including enhanced digital banking tools, additional branch locations, and a wider array of loan options.

We plan to fully transition your accounts to MSUFCU on May 1, 2025. Enclosed in this mailing, you'll find important documents, including Notice(s) of New and Changed Terms and applicable account agreements and disclosures that will be effective upon account conversion.

Our priority is to ensure a seamless transition with full transparency while delivering exceptional service. In the coming weeks, you will receive mailings with your new MSUFCU account number, any applicable Visa Debit Card(s), and a comprehensive account conversion guide, which will include information regarding any actions you may need to take prior to or upon the conversion of your account(s) to MSUFCU.

Branch Updates

We look forward to serving you across our various branch locations. Following the system conversion, you may use any of MSUFCU's other branches. You can view all MSUFCU branch and ATM locations at msufcu.org/locations.

Below is a list of MSUFCU's branches near you.

McHenry County, IL Branches:

Randall Road Branch

2400 Huntington Dr. N., Algonquin, IL 60102

Algonquin Road Branch

800 E. Algonquin Rd., Algonquin, IL 60102

McHenry Branch

353 Bank Dr., McHenry, IL 60050

Richmond Branch

10520 N. Main St., Richmond, IL 60071

Johnsburg Branch

4000 N. Johnsburg Rd., Johnsburg, IL 60051

Chicago Branches:

Clark Street Branch

1550 N. Clark St., Chicago, IL 60610

North Avenue Branch

2234 W. North Ave., Chicago, IL 60647

Halsted Street Branch

2500 N. Halsted St., Chicago, IL 60614

Division Street Branch

101 W. Division St., Chicago, IL 60610

Lincoln Avenue Branch — Opening in Q4 2025

2727 N. Lincoln Ave., Chicago, IL 60614

Should you have questions, please visit any MSUFCU branch, call us at 312-270-0204 or toll-free at 800-678-4968, or use the chat function at msufcu.org/mchenrysavings. We look forward to serving you as an MSUFCU member and helping you achieve your financial goals and dreams.

Sincerely,

MSU Federal Credit Union



March 19, 2025

RE: Notice of new and changed terms for Account Agreements and Disclosures, Visa Debit Card Agreement, and other agreements and disclosures, **including mandatory Arbitration Agreement with waiver of class action lawsuits and opportunity to opt out.**

Dear Name,

Welcome to Michigan State University Federal Credit Union ("MSUFCU"). As part of the acquisition of substantially all of the assets and liabilities of McHenry Savings Bank ("MSB") by MSUFCU, your MSB account(s) will be converted to MSUFCU account(s) subject to MSUFCU rates, terms, conditions, service charges, agreements, and disclosures **effective May 1, 2025** ("Effective Date"). We understand you may have questions about your MSUFCU accounts (individually or collectively, "Account"), and we are happy to help you through the process with resources that will assist in making the transition as seamless as possible.

We want to ensure you are aware of our practices, and we are required by regulation to provide you with specific notice of new and changed terms for your Account. Enclosed are the following items:

- A Summary of Key Changes, which describes the MSUFCU accounts that will result from this acquisition and conversion, identifies each MSUFCU agreement and disclosure applicable to your Account, and summarizes the new and changed rates, terms, conditions, service charges, agreements, and disclosures applicable to your Account, **including a mandatory Arbitration Agreement with waiver of class action lawsuit and opportunity to opt out described in Section 7.2 on page 10.**
- A Summary of Key Changes for Account Owners Not Opted In to Membership, which describes differences in account conversion and availability of MSUFCU products and services for those who have not elected to opt in to Credit Union membership in Section 8 on page 14.
- A copy of each agreement and disclosure named in the Summary of Key Changes ("Summary"), which establishes the new and changed rates, terms, conditions, and service charges applicable to your Account. The Summary is not exhaustive, so you should review all enclosed agreements and disclosures to understand your rights and obligations as well as our rights and obligations.

Primary account owners will receive this notice, and joint account owners will not receive this notice. As the primary account owner, it is your responsibility to inform any other owners of your Account of the contents of this letter and the new and changed terms for your Account. Your agreement to the new and changed rates, terms, conditions, service charges, agreement, and disclosures is indicated by your continued maintenance and use of your Account after the Effective Date.

If you have any questions about the new and changed rates, terms, conditions, service charges, agreements, and disclosures, or would like to request copies of any additional documents not enclosed with this letter, please call us at 312-270-0204 or 800-678-4968, visit any MSUFCU branch, or visit our website at msufcu.org/mchenrysavings.

(Summary of Key Changes begins on the next page)

SUMMARY OF KEY CHANGES

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1. ACCOUNT CONVERSION CHART

On the Effective Date, your MSB account(s) will be converted to MSUFCU account(s) as summarized in the below Account Conversion Chart and further described later in the Summary of Key Changes ("Summary"). Please refer to your current MSB statement(s) to locate the name of your account(s) and determine how your account(s) will be converted.

ACCOUNT CONVERSION CHART		
SAVINGS ACCOUNTS		
Former MSB Account(s)	New MSUFCU Account	For More Info
Statement Savings Minor Statement Savings	Spartan Saver	See Section 2
Christmas Club Savings	Holiday/Vacation Saver	
Advantage Statement Savings Online Index Savings Money Market Account Indexed Money Market Account Online Index Money Market Account	Insured Money Management Account (IMMA)	
CERTIFICATES		
Former MSB Account(s)	New MSUFCU Account	For More Info
Certificate of Deposit	Certificate	See Section 3
INDIVIDUAL RETIREMENT ACCOUNTS (IRAs) & HEALTH SAVINGS ACCOUNTS (HSAs)		
Former MSB Account(s)	New MSUFCU Account	For More Info
IRA Certificate of Deposit	Individual Retirement Account (IRA) Certificate	See Section 4
HSA Individual Checking HSA Family Checking	Health Savings Account (HSA) Checking	
IRA Statement Savings	IRA-HSA Insured Money Management Account (IMMA)	
CHECKING ACCOUNTS		
Former MSB Account(s)	New MSUFCU Account	For More Info
Essential Checking Online Essential Checking	Classic Checking	See Section 5
Essential Student Checking	Totally Green Checking	
Advantage Checking Premier Index Checking Online Advantage Checking	Money Market Checking	
CONSUMER CREDIT AND LOANS		
Former MSB Account(s)	New MSUFCU Account	For More Info
Preferred Checking Line of Credit	Instant Cash Line of Credit (ICLOC)	See Section 6

For further information about the agreements and disclosures that establish the new and changed rates, terms, conditions, and service charges applicable to your Account, see Section 7.

For information about the key changes for account owners not opted in to membership, see Section 8.

2. SAVINGS ACCOUNTS

As of the Effective Date, the rates, terms, conditions, and service charges applicable to any savings account(s) you have will change.

- As of September 1, 2024, your account(s) began earning dividends, rather than interest.
- The changed dividend rates and annual percentage yield (APY) are described in our Current Dividends rate sheet, which is enclosed and described in Section 7.1 of this Summary.
- The new and changed terms and conditions can be found in our Truth in Savings and Funds Availability Disclosure and our Certificate and IRA/HSA IMMA Disclosure, which are enclosed and described in Sections 7.5 and 7.6 of this Summary.
- The new and changed service charges are described in our Schedule of Service Charges, which is enclosed and described in Section 7.7 of this Summary.

Statement Savings and Minor Statement Savings will become Spartan Saver.

- Credit union members are required to subscribe to at least one par value share, called the membership share. The \$5.00 membership share of MSUFCU members with consumer accounts is held in their Spartan Saver as the minimum balance of the account. If a Spartan Saver balance falls below the required \$5.00 membership share, the account owner will have six (6) months to restore the account balance to the \$5.00 par value before membership will terminate.
- For any account owner who has opted to become a member and does not yet have a savings account that will be converted to a Spartan Saver, MSUFCU will open and fund a Spartan Saver with a balance of \$5.00. For any account owner who has opted to become a member and has a savings account that will be converted to a Spartan Saver with a positive balance of less than \$5.00 at account conversion, MSUFCU will increase the balance of such account to \$5.00. Any such deposit of up to \$5.00 that is made by MSUFCU into a Spartan Saver will be treated as a gift.
- There is no minimum balance required to avoid the assessment of a monthly service charge.
- There is no minimum balance required to earn the stated annual percentage yield (APY).
- There is no limitation on the number of transactions you may perform to/from this account.
- Dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.
- Dividends are compounded and credited monthly.

Christmas Club Savings will become Holiday/Vacation Savings.

- There is no limitation on the number of transactions you may perform to/from this account.
- Dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.
- Dividends are compounded and credited monthly.
- An automatic withdrawal is scheduled for November each year, and you may make an additional withdrawal scheduled by you in a different month.

Advantage Statement Savings, Online Indexed Savings, Money Market Account, Indexed Money Market Account, and Online Index Money Market Account will become Insured Money Management Account (IMMA).

- There is no limitation on the number of transactions you may perform to/from this account.
- The minimum balance to earn dividends for an IMMA is \$2,000.00.
- If you close your account prior to payment of a dividend, you will receive any accrued dividends.
- Dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.
- Dividends are compounded and credited monthly.
- The tiered rate structure for IMMA is noted in the enclosed Current Dividends rate sheet.

3. CERTIFICATES

Terms, conditions, and service charges applicable to any open Certificate(s) you have as of the Effective Date will change. The rate and maturity date will be honored for the duration of the Certificate until maturity or closure.

- The dividend rates and APY for Certificates renewed or newly opened on or after the Effective Date are described in our Current Dividends rate sheet, which is enclosed and described in Section 7.1 of this Summary.
- The new and changed terms and conditions can be found in our Truth in Savings and Funds Availability Disclosure and our Certificate and IRA/HSA IMMA Disclosure, which are enclosed and described in Sections 7.5 and 7.6 of this Summary.
- The new and changed service charges are described in the Schedule of Service Charges, which is enclosed and described in Section 7.7 of this Summary.

91-Day to 5-Year Certificates of Deposit will become Certificates.

- Upon renewal, a renewing Certificate automatically renew into a new Certificate with the same or nearest applicable Certificate term that does not exceed the term of the original Certificate.
- Upon Certificate renewal, any Certificate withdrawals that previously required multiple account owners to authorize withdrawal can be made by any single account owner regardless of any previously elected restrictions.
- Early withdrawal penalties will be assessed as follows:
 - A penalty equal to 90 days of dividends, based on the amount withdrawn, will be assessed for any Certificate with a term of 1 year or less.
 - A penalty equal to 180 days of dividends, based on the amount withdrawn, will be assessed for any Certificate with a term of greater than 1 year and less than 5 years.
 - A penalty equal to 365 days of dividends, based on the amount withdrawn, will be assessed for any Certificate with a term greater than 5 years.
- Penalties do not apply to early withdrawals from Certificates following a death of an owner, only if the funds are used to settle the estate.
- The grace period during which you may withdraw funds after renewal of a Certificate without being charged an early withdrawal penalty will remain 7 days.
- Additional deposits to a Certificate after it is opened may not be made to any Certificate other than the 1-Year Add-On Certificate.

- Additional deposits to the 1-Year Add-On Certificate are allowed up to \$10,000.00 per member Social Security Number (SSN) per calendar year. Additional deposits to a Certificate do not change its maturity date or dividend rate.
- If additional deposits to a 1-Year Add-On Certificate exceed the stated limitations, the funds exceeding the stated limitations will be withdrawn from the Certificate and deposited into the member's Spartan Saver.
- Dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.
- Dividends are compounded and credited monthly.
- Minimum balance requirements for Certificates can be found in the enclosed Current Dividends rate sheet.

IRA Certificates of Deposit are now Certificates.

- Penalties do not apply if the withdrawal is made due to an IRS Required Minimum Distribution (RMD). IRS penalties may apply for withdrawals above the IRS RMD.
- All other new and changed terms noted under "Certificates of Deposit will become Certificates" apply to IRA Certificates that will become Certificates.

4. IRAs AND HSAs

As of the Effective Date, the rates, terms, conditions, and service charges applicable to any funds held in IRAs will change.

- The changed rates and APY are described in our Current Dividends rate sheet, which is enclosed and described in Section 7.1 of this Summary.
- Some of the new and changed terms and conditions can be found in our Truth in Savings and Funds Availability Disclosure and our Certificate and IRA/HSA IMMA Disclosure, which are enclosed and described in Sections 7.5 and 7.6 of this Summary.
- The new and changed service charges are described in our Schedule of Service Charges, which is enclosed and described in Section 7.7 of this Summary.
- If you have an IRA or HSA, we will send you more information before the Effective Date.

IRA Statement Savings will become IRA-HSA IMMA.

- There is no limitation on the number of transactions you may perform to/from this account.
- Dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.
- Dividends are compounded and credited monthly.
- The minimum balance for an IRA/HSA IMMA is \$50.00.

91-Day to 5-Year IRA Certificates of Deposit will become Individual Retirement Account (IRA) Certificates.

- The new and changed terms for IRA Certificates of Deposit are described in Section 3 of this Summary.

5. CHECKING ACCOUNTS

As of the Effective Date, the rates, terms, conditions, and services charges applicable to any checking account(s) you have will change.

- The changed rates and APY are described in our Current Dividends rate sheet, which is enclosed and described in Section 7.1 of this Summary.
- The new and changed terms and conditions can be found in our Truth in Savings and Funds Availability Disclosure, which is enclosed and described in Section 7.5 of this Summary.
- The new and changed service charges are described in our Schedule of Service Charges, which is enclosed and described in Section 7.7 of this Summary.

Essential Checking and Online Essential Checking will become Classic Checking.

- **Members who are age 55 or older receive a special Silver Spartan benefits package for one primary account. Included in this package is the benefit of having one Classic Checking account that will not be assessed the service charge described below in relation to the Classic Checking minimum balance requirement, one free box of custom style checks per calendar year, free money orders, free cashier's checks, free notary services, free signature guarantees, free outgoing domestic wire transfers, and discounted international wire transfers. Please note, MSB checks will continue to be honored for a period of time, so new checks are not required at conversion. To receive your first order of MSUFCU checks at no cost, please place your order at a branch or through our Call Center. While future check orders can be placed online for free, placing an online order for your first set will incur a fee.**
- You must maintain a minimum daily balance of \$500.00 to avoid the \$5.00 minimum balance charge for Classic Checking. If, during any calendar month, your balance falls below the required minimum balance, your Classic Checking will be subject to the \$5.00 minimum balance charge.
- A \$2.00 paper notice charge will be imposed for the mailing of any overdraft transfer, Courtesy Pay, and/or non-sufficient funds (NSF) notices.
- If applicable, dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.
- If applicable, dividends are compounded and credited monthly.

Essential Student Checking will become Totally Green Checking.

- Enrollment in eStatements and eNotices is required.
- Access to ComputerLine®, our digital banking program, is required.
- A Visa Debit Card is required.
- Direct deposit, if available, is required.
- There is no minimum balance and no monthly service charge for this account.
- **You will be prompted to electronically enroll in eStatements and eNotices through ComputerLine, our digital banking program, on or after the Effective Date. If you do not complete the electronic enrollment process for eStatements and eNotices within 45 days of being prompted to do so, or your internet access is no longer available, or you terminate your eStatements and/or eNotices, or you fail to meet any Totally Green Checking account requirements, then your Totally Green Checking will be converted to Classic Checking. You will then receive a paper statement and earn dividends, if applicable. You must maintain a minimum daily balance of \$500.00 to avoid a minimum balance charge for Classic Checking. If, during any calendar month, the balance in a Classic Checking falls below the minimum balance, the account will be subject to the \$5.00 minimum balance charge.**

Advantage Checking, Premier Indexed Checking, and Online Advantage Checking will become Money Market Checking.

- The minimum balance to earn dividends will be \$2,000.00.
- You must maintain a minimum daily balance of \$2,000.00 to avoid the \$5.00 minimum balance charge for Money Market Checking. If, during any calendar month, your balance falls below the required minimum balance, your Money Market Checking will be subject to the \$5.00 minimum balance charge.
- Money Market Checking is a tiered dividend-bearing account. The tiered rate structure is noted in the enclosed Current Dividends rate sheet.
- Dividends are calculated by the daily balance method, which applies a daily periodic rate to the balance in the account each day.
- Dividends are compounded and credited monthly.

6. CONSUMER CREDIT AND LOANS

As of the Effective Date, the rates, terms, conditions, and service charges applicable to consumer credit and loans you have will change.

- Any changed rates are described below.
- New and changed service charges are described in our Schedule of Service Charges, which is enclosed and described in Section 7.7 of this Summary.
- Any other new and changed terms and conditions that will apply to your Instant Cash Line of Credit (formerly "Preferred Checking Line of Credit") can be found in our Multi-Featured Loan Agreement and Security Agreement, which is enclosed and described in Section 7.10 of this Summary.
- Any automatic payments from your designated account to any consumer credit and loans you have will continue as scheduled.
- Any prepayment penalties outlined in original loan agreements will be permanently eliminated, and no prepayment penalties will be assessed or collected for paying off loans prior to the maturity date.

Preferred Checking Line of Credit will become Instant Cash Line of Credit (ICLOC).

- If you do not have a Preferred Checking Line of Credit opened with MSB, this change does not apply to you.
- The APR for any ICLOC that was formerly an MSB Preferred Checking Line of Credit will decrease from 18% to 17.9%.
- If you have an open Preferred Checking Line of Credit, please see the enclosed Notice of Change in Terms for those products for further important information about the APR changes and other important changes.

Automobile Loans will be called Auto Loans.

Boat, Horse Trailer, and RV will be called Recreational Vehicle (RV) Loans.

Any other unsecured term loans and non-residential secured term loans will be called Signature Loans.

- As of the Effective Date, the interest rate and remaining term will not change.
- The grace period within which a late payment can be made without incurring a late payment fee will remain 10 days.

**Home Equity Lines of Credit (HELOCs)
Closed End Home Equity Loans
First Mortgages**

- If you have a HELOC, Closed-End Home Equity Loan, or First Mortgage, a Notice of Ownership Transfer and a Notice of Servicing Transfer were postmarked to your address on file by September 30, 2024, as required by regulation. You may also view copies for those notices by visiting msufcu.org/mchenrysavings and navigating to *Communication and Resources*.

7. AGREEMENTS AND DISCLOSURES

As of the Effective Date, your Account is subject to all terms and conditions of the enclosed agreements and disclosures. Please note there are sections within these agreements and disclosures featuring new or changed privileges and liabilities for you and MSUFCU when compared to the previously existing privileges and liabilities for you and MSB. As the key information we have included within this Summary for each of these agreements and disclosures is not exhaustive, we encourage you to review each of these enclosed documents in full:

- Current Dividends rate sheet — See Section 7.1 below
- Account Agreements and Disclosures, which consist of our:
 - Membership and Account Agreement — See Section 7.2 below
 - Electronic Funds Transfer and Payment Services Agreement and Disclosure — See Section 7.3 below
 - Electronic Correspondence Disclosure and Agreement — See Section 7.4 below
 - Truth in Savings and Funds Availability Disclosure — See Section 7.5 below
 - Certificate and IRA/HSA IMMA Disclosure — See Section 7.6 below
 - Schedule of Service Charges — See Section 7.7 below
 - Privacy Notice — See Section 7.8 below

As of the Effective Date, your Account is also subject to the enclosed:

- Visa Debit Card Agreement, if you have an MSB debit card which will be replaced by an MSUFCU debit card. This agreement is described in Section 7.9 below.
- Multi-Featured Loan Agreement and Security Agreement, if you have a Preferred Checking Line of Credit that will become an Instant Cash Line of Credit. This agreement is described in Section 7.10 below.

As of the Effective Date, your Account is no longer subject to any of the terms and conditions in the following MSB agreements and disclosures:

- Truth in Savings for any savings, checking, or certificate account opened with MSB
- Fee Schedule
- Personal Client Fee Schedule
- Loan Operations Fee Schedule
- Funds Availability Policy
- Privacy Policy
- MSB Mobile App Privacy Policy

- Your Ability to Withdrawal Funds
- Any other agreement or disclosure provided by MSB to you, other than an agreement or disclosure provided to you for a closed-end loan that is still open as of the Effective Date.

7.1 Current Dividends Rate Sheet

This enclosed document sets forth certain terms, conditions, and rates applicable to your savings and checking accounts with us. The dividend rates and corresponding annual percentage yield (APY) applicable to any of your open savings and checking accounts with us, not including any open Certificates you may have with us, may change at any time. For current dividend rates and APYs, please visit our website at msufcu.org, please call us at 312-270-0204 or 800-678-4968, or visit any of our branches.

7.2 Membership and Account Agreement

This enclosed document outlines the privileges and liabilities of MSUFCU and you regarding the accounts and services we offer. This document establishes, among other privileges and liabilities:

- **Section 54: A mandatory Arbitration Agreement with a waiver of class action lawsuits. You have the right to opt out of the mandatory Arbitration Agreement and class action waiver. Doing so will not affect any other terms and conditions of your Account or your relationship with MSUFCU. To opt out, you must notify MSUFCU in writing of your intent to do so prior to the Effective Date. Verbiage such as, "I elect to opt out of the Arbitration Agreement" or any words to that effect, and your account number, must be included in your written notice of intent to opt out. Your notice of intent to opt out can be sent by letter signed by you to MSUFCU at PO Box 1208, East Lansing, MI 48826-1208 by May 31, 2025.**
- Section 1: Our right to access your credit reports, credit scores, and other sources of financial history to service your accounts and loans.
- Sections 3 and 5: Processes that are applicable when all account owners pass away, including definition of "remaining funds in an account" and action to be taken when a minor has been named beneficiary.
- Section 5: A requirement for any Beneficiary Designations made or changes after the Effective Date to be authorized by all owners on an account. Please note the continued use of your account by any account owner after the Effective Date constitutes an agreement by all account owners that any existing beneficiary designation is valid and in effect, regardless of whether all account owners had designated the beneficiary(ies). If no beneficiaries or contingent beneficiaries are living at the time of the death of the last surviving owner, the remaining funds in the account will be paid to the last surviving owner's estate. To confirm or update your beneficiary designation, please call us at 312-270-0204 or 800-678-4968 or visit any of our branch locations.
- Sections 6 through 12: Includes account agreements for specific account types, including Trust Accounts, Probate Estate Accounts, Custodial/UTMA Accounts, Youth Accounts, Representative Payee Accounts, Conservator Accounts, and International Accounts. This provides transparency for requirements and conditions of each account type, including the update to require a Legal Parent or Guardian to be a joint account owner on all Youth Accounts.
- Section 6: We do not distribute funds to beneficiaries in a fiduciary capacity. Upon the death of all trustees, we require successor trustees named in the trust to direct the disbursement of funds. This requires the account to be updated with a new Certificate of Trust and a new trust account application listing the successor trustees. We also reserve the right to request additional trust documentation or other documents to support the change of trustees.
- Section 15: If you name a person to act as your agent regarding your account by a Power of Attorney (POA), we are only obligated to follow such person's directions made on your behalf under the certain conditions.
- Section 25: This section describes when you have an overdraft in your account and when we will pay or reject the transaction that caused the overdraft.

- **As of the Effective Date, any previous limit(s) you may have had for payment of overdrafts through MSB's Overdraft Protection plan for your MSB account(s) will be discontinued.**
- On or after the Effective Date, your Account will be evaluated for eligibility for our Courtesy Pay service (which applies when we pay overdraft checks, ACH transactions, and recurring debit card transactions) and our Courtesy Pay for Debit service (which applies when we pay overdraft everyday debit card transactions).
 - If you are approved for our Courtesy Pay service, you will receive access to Courtesy Pay services at our sole discretion. If we pay your overdraft transactions through our Courtesy Pay service, you will be assessed Account Overdraft Charges as listed in our Schedule of Service Charges.
 - If you are approved for our Courtesy Pay for Debit service, you will be provided the opportunity to opt into that service. You must affirmatively consent in writing before Courtesy Pay for Debit will apply to your account. Without your consent, we may not authorize everyday debit card transactions when there is an insufficient available balance in your account and the transactions will be declined.
- Transactions that are declined may be presented to us for payment multiple times until paid, and multiple paper notice charges can be incurred if an entity submits a transaction to us more than once and you are not enrolled to receive electronic notices.
- Sections 29 through 31: The terms and conditions of your agreement to the Credit Union's rights to apply certain funds in your Account with us and/or property in our possession or control to the balance of certain obligations you owe to us.
- Section 41: All accounts, regardless of balance or age of member, are subject to dormancy, and we will consider an account to be dormant if there are no deposits or withdrawals for a period of 18 months.
- Section 42: We may deny the use of member-selected content - including but not limited to: account names, codewords, comments on fund transfers, and usernames - if we determine at our sole discretion the member-selected content is inappropriate, offensive, threatening, obscene, or objectionable.
- Section 43: We may restrict or suspend access to any or all products or services, except your ability to attend, participate, and vote in annual and special meetings and maintain a savings account, if any account owner engages in conduct that is abusive to us, our employees, the employees of the nonaffiliates with whom we conduct business, and/or our membership. The Credit Union's Board of Directors has adopted a Member Expulsion and Limitation of Services Policy which addresses the rights and obligations of members. Specifically, the Policy provides that the Credit Union may suspend or limit services to members who are not in good standing and also describes reasons why a member may have their Credit Union membership terminated. This Policy was adopted to protect members, Credit Union employees and volunteers, and the Credit Union. You may view the details on "member in good standing" and examples of situations where the Credit Union may suspend or limit services in our Member Standing, Limitation of Services, and Expulsion Guidelines available at msufcu.org/disclosures.

7.3 Electronic Funds Transfer and Payment Services Agreement and Disclosure

This enclosed document discloses the terms and conditions regarding the various electronic funds transfer (EFT) services available to you. This document establishes, among other terms and conditions:

- The Pay A Person (P2P) Disclosure, Transfer Money (A2A) Disclosure, and Pay Bills (Bill Pay) Disclosure are incorporated by reference and will be provided to you electronically prior to your first use of any of those electronic services.
- EFT services include transfers made by use of: ATM, credit, and debit cards; our MoneyLine program via phone; ComputerLine via personal computer; a check converted into an electronic debit; or the Credit Union's mobile app by use of an internet-enabled mobile device.

- Your access to MoneyLine, our program that allows you to make transfers and inquiries over the phone at your convenience through speech recognition technology. This program is available every day, twenty-four hours a day.
- Your access to ComputerLine, our digital banking program that gives you the opportunity to review your account through a computer and internet access to review account balances, perform transfers, schedule payments, and perform other account maintenance activities.
- Your access to the MSUFCU Mobile Application to perform electronic funds transfers.
- Your access to our Member2MemberSM (M2MSM) service to transfer available funds from your accounts to the account of another MSUFCU account holder by using the member's email address or phone number.
- Your ability to use ATMs to make cash advances on your ICLOC, Visa Credit Card, or HELOC, if applicable.
- As of the Effective Date, Zelle services will no longer be offered. We offer the following services for electronically transferring money to other Credit Union members or external accounts:
 - Member2Member (M2M) is a secure, simple, and free way to instantly send and receive money to other MSUFCU members through the MSUFCU Mobile app or ComputerLine. Deposits are instant, once funds are accepted. M2M allows you to easily send and receive funds using your email or phone number, with transfers of up to \$1,500.00 daily. This service will be available to you as of the Effective Date.
 - Pay Bills is a free service that allows members to pay bills, make person-to-person transfers, make account-to-account transfers, and set up recurring or single payments. Members must have an active checking account to access and use the Pay Bills service. Payments can be issued via check or electronic payment. As of the Effective Date, you will be able to set up payments in ComputerLine or the mobile app.

In addition to the above options offered by us that will be available to you on and after the Effective Date, there are other third-party providers available. We will be happy to help you find a solution that meets your needs.

To prepare for this change, we recommend reviewing your Zelle transactions to ensure that you have a comprehensive list of any recurring transactions that will need to be set up, so no payments are missed.

7.4 Electronic Correspondence Disclosure and Agreement

This enclosed document discloses the terms and conditions for members who elect to receive electronic correspondence from the Credit Union. This document establishes, among other terms and conditions:

- Monthly fees and account changes that are applicable when electronic correspondence is declined by a Totally Green Checking account holder.
- Instructions for making changes to contact information and electronic correspondence elections.
- Information regarding hardware and software requirements needed to access mobile and online banking applications, websites, and electronic communications.

7.5 Truth in Savings and Funds Availability Disclosure

This enclosed document discloses the features, terms, and conditions of various savings and checking alternatives available to MSUFCU members, as well as the timing of funds availability for all deposits made into a personal checking account with us. This document establishes, among other terms and conditions:

- Our practices may result in faster, and won't result in slower, funds availability. Funds availability is dependent on hold type, deposit day, and other factors described in this document.
- The dollar amount of your deposits made by check that will be made available on the first business day after the day we receive your deposit (unless a scenario described in the Longer Delays May Apply section of this disclosure occurs) will increase from \$225.00 to \$250.00.

- One of the conditions under which longer delays may apply is when you deposit checks totaling more than \$5,750.00 on any one day. The \$5,750.00 threshold is an increase from the threshold of \$5,525.00 that was previously applicable to your accounts.
- Funds will generally be available no later than the 11th business day after the day of your deposit.

7.6 Certificate and IRA/HSA IMMA Disclosure

This enclosed document discloses features, terms, and conditions of Certificates, IRAs, HSAs, and CESAs available to MSUFCU members.

7.7 Schedule of Service Charges

This enclosed document discloses the service charges applicable to various accounts and services available to MSUFCU members and includes descriptions of how you can reduce or avoid service charges by enrolling in or using alternative services. While many service charges that may impact you have been reduced through the acquisition, the following service charges will be increased, new, or updated for your Account:

Increased Service Charges

- The charge for the escheatment of funds in account will increase from \$50.00 to \$75.00 per account.
- The charge for an international returned deposited check will increase from \$35.00 to \$50.00.
- The charge for a Visa Gift Card will increase from \$3.50 to \$4.50.

New or Updated Service Charges

- A \$30.00 Courtesy Pay for Debit Daily Usage Charge will allow members who have been approved for and have opted in to our Courtesy Pay for Debit service to use their Courtesy Pay for Debit limit to cover authorized transactions when their account is overdrawn by debit card transaction up to their available Courtesy Pay for Debit limit. Due to our Balance Shield service featuring a threshold of \$50.00, members who overdraw their eligible accounts up to \$50.00 will not incur a Courtesy Pay for Debit Daily Usage Charge.
- A \$30.00 Courtesy Pay Daily Usage Charge will allow members who have been approved for our Courtesy Pay service to use their Courtesy Pay limit to cover authorized transactions when their account is overdrawn by check or ACH transaction up to their available Courtesy Pay limit. Due to our Balance Shield service featuring a threshold of \$50.00, members who overdraw their eligible accounts by check or ACH transfer up to \$50.00 will not incur a Courtesy Pay Daily Usage Charge.
- A \$2.00 Paper Notice Charge will apply per notification of a Non-Sufficient Funds (NSF), Courtesy Pay, or Overdraft Transfer Notice if you have not opted to receive electronic correspondence.
- An International Service Assessment charge of 1% for ATM/PIN-based transactions and 3% for signature-based transactions will apply for transactions made using a Visa Debit Card or Platinum Visa Credit Card.
- \$100.00 International Check Processing Charge — Federal Reserve (Long Collection)
- \$50.00 Outgoing International Wire Transfer charge
- \$35.00 Skip-A-Pay charge
- \$35.00 International Check Processing Charge — Standard (Short Collection)
- \$35.00 Lost Key charge to replace a lost key for a safe deposit box
- \$20.00 International Currency Purchase and International Currency Sale charge
- \$7.95 Convenience Loan Payment or Account Deposit charge for attempting a payment or deposit to your MSUFCU loan or account using a debit card

- \$5.00 Cancelled Check Copy charge
- \$1.00 per page Notary charge after first two (2) pages free of charge
- The charge for Drilling to Open a Safe Deposit Box will be a variable charge that is based on urgency and starts at \$280.00 per box drilled.

7.8 Privacy Notice

This enclosed document discloses the circumstances under which we may share your information, and you can limit information sharing.

- **If you wish to limit our sharing of your information as described in this document, you can call us at 312-270-0204 or 800-678-4968 or visit any MSUFCU branch.**

7.9 Visa Debit Card Agreement

This document discloses specific terms and conditions that apply when you receive and use a debit card issued by us.

7.10 Multi-Featured Loan Agreement and Security Agreement

This document discloses terms and conditions that apply to various loans and credit products we offer. As of the Effective Date, the highlighted sections of this enclosed document will apply to any ICLOC (formerly, "Preferred Checking Line of Credit") you may have with us.

8. KEY CHANGES FOR ACCOUNT OWNERS NOT OPTED IN TO MEMBERSHIP

On the Effective Date, if you have not opted in for membership, there will be differences in account conversion and limited availability of Credit Union products and services. We encourage you to carefully review this Section 8 in full to understand the complete scope of these differences that may significantly impact you. If you have already completed your membership opt-in, you may disregard all information within this Section 8.

As a nonmember account owner of the Credit Union, you would not have access to certain products and services only available to Credit Union members. See Sections 8.1 and 8.2 below for more information. Additionally, if you have not opted in for membership, you will not have the right to vote at Annual and Special Meetings or maintain a share account. However, at our sole discretion, we will allow you to maintain nonmember accounts with significantly limited services as described below.

If you would like to opt in to membership to receive the full benefits of Credit Union membership, you may do so by:

1. **Providing electronic authorization at msufcu.org/msbmembership; or**
2. **Calling us at 1-312-270-0204 x3133; or**
3. **Visiting one of our convenient branch locations.**

If you are unsure whether or not you opted in for membership, you may check by calling us at the number above or visiting one of our branch locations.

8.1 Account Conversion Differences for Nonmembers

Your MSB account(s) referenced below will be converted to the account(s) available to nonmembers noted below, rather than the accounts indicated earlier in this notice that are available only to Credit Union members. Please refer to your current MSB statement(s) to locate the name of your account(s) and determine how your account(s) will be converted.

Savings Accounts

- Statement Savings and Minor Statement Savings will become No Dividend Savings and will not become Spartan Saver.
- Christmas Club Savings will become No Dividend Savings and will not become Holiday/Vacation Saver.
- Advantage Statement Savings, Online Indexed Savings, Money Market Account, Indexed Money Market Account, and Online Index Money Market Account will become No Dividend Savings and will not become Insured Money Management Account (IMMA).

Checking Accounts

- Essential Student Checking will become Classic Checking and will not become Totally Green Checking.
- Advantage Checking, Premier Indexed Checking, and Online Advantage Checking will become Classic Checking and will not become Money Market Checking.

8.2 Product and Service Limitations for Nonmembers

The following describes the product and service limitations applicable to nonmember account owners.

Loans and Lines of Credit

- **The Credit Union cannot offer or service any loans or lines of credit to nonmembers. We previously notified all account owners who had not opted in for membership of the need to opt in to membership for the Credit Union to continue servicing any loans and lines of credit they may have. If you did not opt in for membership, you must do so as soon as possible but no later than April 16, 2025. If you do not opt in to membership, any loan(s) and line(s) of credit you have with us may be sold to another entity. You can contact us to complete your membership opt-in by calling us at 1-312-270-0204 x3133.**
- **If you have an open line of credit and have not opted in to membership by April 16, 2025, you will be unable to make any advances from your open line of credit as of May 1, 2025.**

Certificates

- Upon maturity, the funds on deposit in a Certificate held by a nonmember, and any dividends earned on those funds on deposit, will be deposited into a No Dividend Savings, with no ability to renew an existing Certificate or open a new Certificate.
- Additional deposits into any certificates are prohibited for nonmembers.

IRAs and HSAs

- IRA contributions are prohibited for, and cannot be made by nonmembers.
- At a time determined solely by the Credit Union, the Credit Union will resign as custodian of any nonmember's IRA or HSA if their IRA or HSA has not been transferred to another IRA or HSA Custodian.

IRA Certificates

- Upon maturity, the funds on deposit in a Certificate and any dividends earned on those funds on deposit will be deposited into the nonmember account owner's IRA IMMA.

Checking Accounts

- International checks may not be deposited by nonmembers.
- Courtesy Pay, Courtesy Pay for Debit, and Balance Shield are not available to nonmembers.

Electronic Funds Transfer (EFT) Service Limitations

- Pay A Person (P2P), Transfer Money (A2A), and Pay Bills (Bill Pay) are not available to nonmembers.
- EFT services are not available to nonmembers, including transfers made by the use of: ATM, credit, and debit cards; our MoneyLine program via phone; ComputerLine via personal computer; a check converted into an electronic debit; or the Credit Union's mobile app by use of an internet-enabled mobile device.
- For nonmembers, access to MoneyLine and ComputerLine will be available for inquiries only.

Safe Deposit Box

- Safe Deposit Boxes are not available to nonmembers. Any Safe Deposit Box(es) being used by a nonmember must be closed with all items removed on or before the lease renewal date.

Other Product and Service Limitations

- Opening a new account, loan, or Safe Deposit Box is not available to nonmembers.
- Account modifications are not available to nonmembers, including adding or changing a joint party, or adding or changing beneficiaries.
- Money orders, cashier's checks, Visa gift cards, and CashBack+ are not available to nonmembers.
- Signature Guarantee and notary public services are not available to nonmembers.
- Courtesy Pay, Courtesy Pay for Debit, and Balance Shield are not available to nonmembers.
- U.S. Savings Bond redemption services are not available to nonmembers.
- Foreign Currency Purchasing services are not available to nonmembers.
- ATM cards and debit cards will not be provided to nonmembers and are not available to nonmembers.
- eDeposit services are not available to nonmembers.
- Wire Transfer, ACH Transfer, and ACH Origination services are not available to nonmembers.
- Further product and service limitations may be determined at the sole discretion of the Credit Union.



NOTICE OF CHANGE IN TERMS

Preferred Checking Line of Credit

Michigan State University Federal Credit Union ("MSUFCU") is making important changes to your Preferred Checking Line of Credit Agreement. These changes are being made as a result of the acquisition of substantially all of the assets and liabilities of McHenry Savings Bank ("MSB") by MSUFCU. If you do not have a Preferred Checking Line of Credit that was opened with MSB, these changes do not apply to you. Please review the full Multi-Featured Loan Agreement and Membership and Account Agreement provided to you.

Important Changes to Your Account Terms

The following is a summary of changes that are being made to your account terms. For more detailed information, refer to the information below. These changes will impact your account as follows:

IMPORTANT INFORMATION ABOUT CHANGES TO YOUR ANNUAL PERCENTAGE RATE ("APR"). Changes to the APR and fees will take effect on May 1, 2025.

Transactions posted on or after May 1, 2025: Changes to the APR described below will apply to transactions posted on or after this date. Changes to the Fees described below will apply to transactions posted on or after this date.

Transactions posted before May 1, 2025: Your current APR will continue to apply to transactions posted before this date.

Current balances before May 1, 2025: The reduced APR for Cash Advances stated in this notice will apply to these existing transactions reflected in current balances.

Revised Terms, as of May 1, 2025

APR for Cash Advances

17.9%

Penalty APR and When it Applies

There is no penalty rate applicable to this account.

Fees — Revised Terms, as of May 1, 2025

Penalty Fees

• Late Payment Fee

\$25

Other Fees & Disclosures:

Your Minimum Payment:

The required minimum payment will be calculated as 3% of the outstanding balance after each advance, but at no time will the minimum payment be less than \$20. The minimum monthly payment will be increased by any balance outstanding in excess of the credit limit.

Late Payment Fee:

The grace period within which a late payment can be made without incurring a late payment fee will decrease from ten (10) days to seven (7) days after the payment due date. When the minimum payment for your Account is not made within the seven-day grace period, a late payment fee will be assessed in the amount of \$25.00.

Convenience Loan Payment Fees:

A \$7.95 service charge titled "ACH TEL" will be assessed for any attempt to make a one-time, telephone-initiated ACH payment to your Account. A \$7.95 service charge titled "Pay-By-Debit" will be assessed for any attempt to make a payment to your account using a debit card. You may use a check transfer from an MSUFCU account, or use online bill payment, to avoid the ACH TEL or Pay-By-Debit convenience charges.

Should you have questions or concerns regarding this notice, please do not hesitate to contact us at 800-678-4968.