

Federal Regulation D: Its changes and effect on your deposit accounts



Recent changes to Regulation D impacts the number of transactions UCFCU may allow on your deposit accounts. The Regulation was implemented by the Board of Governors of the Federal Reserve System, whose job is to ensure that financial institutions maintain adequate reserves for the funds they have on deposit.

Regulation D affects you by limiting certain automatic withdrawals and transfers from your Share Account to six (6) transactions in any month. Below you will find an explanation of automatic transfers. Once you have reached the limit during a month no further transfers will be allowed until the start of the next month. The items will be returned and your account will be assessed a return fee of \$25.00. There is no limit to automatic transfers from your checking account.

Transactions not subject to limitation

- Transactions made in person.
- Transactions made at an ATM.
- Transactions initiated by letter mailed to credit union.
- Transactions initiated by messenger.
- Transfers made to repay a loan.

Transactions limited to six (6) per month

- Transfers and payments to third parties initiated by:
ACH, telephone, home banking, bill paying service,
fax, email or overdraft transfers from savings
or overdraft line of credit advances.

Ways to manage account: Have direct deposit to a checking!

We suggest that you set up your payroll, Social Security or related deposits to be directly deposited into a UCFCU checking account rather than a Savings account. There is no limit to the number of transfers and/or withdrawals you can make with your UCFCU checking.

As always, if you have any questions or concerns regarding Regulation D and these changes, please contact the credit union.