

# SECU's Summer Cash Account

SECU's Summer Cash Account provides employees who are not currently paid on a 12-month basis, a structured way to save for summer paychecks! During the working months, a portion of your paycheck, as determined by you, is withdrawn and put into your Summer Cash Account. Funds from the Summer Cash Account will be automatically transferred into your checking or share account in the month(s) you are not paid. It's that easy!! (To be eligible, you must be a member of SECU. A membership account is a Share account with a required minimum deposit of \$25.)

Information about the Summer Cash account:

- Type of Account: Shares
- Interest: Compounded Daily, paid annually at the end of the summer. (Example: If you receive summer payments in July and August, your interest is paid August 31st.)
- Rate: Annual Percentage Yield (APY) equivalent to 12 month Share Term Certificate (STC) as of August 1<sup>st</sup> each year.
- Initial Deposit: Not required, but can be over-the-counter (OTC) when account is opened to compensate for a late start in the year, if necessary. (i.e. employee doesn't start this program until November, wants to deposit \$ to "catch up" for September and October deposits.)
- Other Deposits: Must be from Payroll Deduction (PAYD) or Funds Transfer (FT). No OTC deposits.
- Penalty: No special penalty if account needs to be closed prior to the summer. Interest accrued before closing will be paid at the time the account is closed in full. Once closed, the account cannot be reopened until the next school year.
- Service Charge: None
- Summer: When the account is opened and the monthly FT or PAYD amount is determined, a FT from the account to checking or regular shares for summer months will be set up. An amount equal to one month's normal salary (or contributed amount) will be transferred in each of the months you do not receive a paycheck. No checks will be mailed.
- Summer Year-end: After interest is paid at the end of the summer each year, the remaining balance in every account will be transferred to the checking or regular share account. This last transfer will bring the account to a zero balance. However, the same account number may be used in subsequent years. Please remember, each year you may need to adjust the dollar amount of transfers based on any changes in your salary.
- Statement Info.: Your Summer Cash Account information will show on your monthly SECU statement.

**Sign up forms are available in your local branch.**