FUNDS AVAILABILITY POLICY

1. **General Policy**. In accordance with Regulation CC deposits of cash, electronic direct deposits and wire transfers received during regular business hours on business days will be available on the day we receive the deposit. Once the funds are available, you may withdraw the funds in cash and may use the funds to pay checks that have been written. For determining the availability of your deposits, business days are Monday - Thursday, 9:00 a.m. - 5:00 p.m. and Friday 9:30 a.m. - 6:00 p.m.; all times provided are Pacific Time. Federal holidays, Saturdays, and Sundays are not considered business days. If you make deposits after hours on a business day or during a holiday or weekend, we will consider that the deposit was made on the next business day we are open.

Regulation CC does not apply to funds deposited by checks to non-transaction accounts (i.e. Savings, Certificates and Money Market accounts), checks deposited through Online Services (Remote Deposit Capture) to any account type, nor to foreign checks. If a hold is necessary in any of these cases a hold may be placed until funds are collected.

2. **Reservation of Right to Hold**. Funds deposited by use of Online Services, an ATM displaying our "Qualstar" logo (a Qualstar-owned ATM), shared branch, Qualstar Night Depository Drop Box, or the United States Postal Service (USPS) will be combined with all deposit(s) made to your Account(s) on that day and generally will be available on or before the second business day after the business day of your deposit. Deposits at non-Qualstar owned ATMs will be combined with all deposit(s) made to your Account(s) on that day and generally will be available on or before the fifth business day after the day of your deposit. Deposits to your Account by way of a person-to-person transfer service will be available in accordance with the terms and conditions for that service. However, regardless of the manner or location of your deposit, as stated below, longer delays may apply.

Depending on the type of check that you deposit, funds may not be available until the seventh business day after the day of your deposit. However, the first $275 of your deposit will be available on the first business day after the date of deposit. If we are not going to make all of the funds from your deposit available on the first business day, we will notify you at the time you make your deposit and tell you when the funds will be available. If your deposit is not made directly to one of our employees, or if we decide to take this action after you have left the premises, we will notify you by mail, secure e-mail or secure message through online banking. The length of the delay is counted in business days from the day of your deposit. The length of delay varies depending on the type of deposit and is explained below:

3. **Same Day Availability**. Funds from electronic direct deposits (for example ACH deposits) to your account will be available on the day we receive the deposit.

4. **Next-Day Availability**. Funds from the following deposits are available on or before the first business day after the day of your deposit if they are made directly with a branch employee:

- Cash
- Wire Transfers
- Cashier's checks, certified checks, and teller's checks payable to you
- Federal Home Loan Bank and Federal Reserve bank checks payable to you
- Share drafts drawn on Qualstar Credit Union payable to you
- State, local government, and U.S. Treasury checks payable to you
- US Postal Service money orders payable to you

If you do not make your deposit with one of our employees (for example, if you mail the deposit or drop it in the Night Depository Drop Box), funds from these deposits will be available on the second business day after the day of your deposit.

5. **Other Check Deposits**. The delay for other check deposits as follows:

- The first $275 from a deposit of checks will be available on or before the first business day after the day of your deposit. The remaining funds will be available on or before the second business day after the day of your deposit.
- For example, if you deposit a check of $700 on a Monday, $275 of the deposit is available on or before Tuesday. The remaining $425 is available on or before Wednesday.

6. **Deposits Made at Nonproprietary Automated Teller Machines (ATMs).** Nonproprietary ATMs are not owned by the Credit Union. Deposits made at Nonproprietary ATMs will generally be available to you no later than the fifth business day after the day we receive your deposit.

7. **Longer Delays May Apply.** Funds you deposit by check may be delayed for a longer period under the following circumstances:

- Large deposits aggregated in any one day. The first $6,725 is subject to the standard availability policy. The remaining funds will be available no later than the seventh business day after the day of deposit.
- Redeposit of a check that has been returned unpaid.
- Repeated overdrafts on your account in the last six (6) months.
- There is an emergency, such as a failure of communication or computer equipment, a suspension of payments by another institution, war, or an emergency condition beyond the control of the Credit Union.
- There is reasonable cause to believe that a check is uncollectible.

We will notify you if we delay your ability to withdraw funds for any of these reasons, and we will tell you when the funds will be available. They will generally be available by the seventh business day after the day of your deposit.

8. **New Accounts Exception.** An account is considered to be a new account for the first 30 days it is open. An account is not considered a new account if each signer on the account has another established checking account at the Credit Union for at least 30 days.

- Electronic direct deposits received during regular business hours on business days will be available on the day we receive the deposit.
- Cash, wire transfers, and funds from the first $6,725 of a day's total deposits of cashier's, certified, federal, local government, state, teller's, and traveler's checks will be available no later than the first business day after the day of deposit. The remaining funds from next-day items will be available no later than the seventh business day after the day of deposit.
- Funds from all other check deposits will be available no later than the seventh business day after the day of deposit.
- If you do not make a deposit to one of our employees (for example, if you mail the deposit), the first $6,725 from these deposits will be available on the second business day after the day of deposit. The remainder of the deposit will be available no later than the seventh business day after the day of deposit.
- Deposits to new accounts are not subject to any other availability time schedules, nor are they subject to the $275 cash withdrawal requirement.

The first $6,725 of a day's total deposit of funds from all other check deposits or deposits of all checks made at non-Qualstar ATMs will be generally available on or before the fifth business day after the day of deposit. The excess over $6,725 will generally be available on or before the ninth business day after the day of your deposit

If we are not going to make all of the funds from your deposit available on the first business day, we will notify you at the time you make your deposit and tell you when the funds will be available. If your deposit is not made directly to one of our employees, or if we decide to take this action after you have left the premises, we will mail you the notice. The notice will specify the deposit amount on hold, the reason it is placed on hold, and when the funds will be available. Funds will generally be available no later than the seventh business day after your deposit.

9. **Disclosures:**

Disclosures will be provided:

- At account opening (within 1 business day if the account is opened by mail)
- In the event of any change to this policy
- Upon Request

Disclosures will be posted:

- Wherever employees accept deposits
- Credit Union owned ATMs
- On any preprinted deposit slips provided by the credit union