



## **2023 Loyalty Dividend Disclosure**

### **General**

The Loyalty Dividend is a special dividend and has two components: one to reward our depositors in the form of a special interest credit, and the other to rebate our borrowers a portion of loan interest during the qualifying period. The minimum Loyalty Dividend to one qualifying member was \$1.75 and the maximum was \$500.00. The qualifying period was January 1, 2023, through December 20, 2023. To receive the Loyalty Dividend, members must meet the eligibility requirements below.

### **Eligibility**

To be eligible for a payout you must:

1. be a member of record with an open account from January 1, 2023, through December 20, 2023; and
2. have maintained a share account or one active loan, excluding indirect loans, for every month of the qualifying period; and
3. have maintained a sufficient monthly minimum aggregate share balance and/or total interest paid on a loan to compute a Loyalty Dividend of at least \$.25; and
4. not have had a loan charged off with a balance; and
5. not have a loan delinquent of 30 days or more; and
6. not have an account with a repossessed vehicle; and
7. not have a negative balance beyond the courtesy pay limit; and
8. not have any savings or checking account with a negative balance greater than 45 days as of the posting date in 2023.

### **Other**

Only primary members receive a Loyalty Dividend. Joint owners will not receive a separate payout. Loyalty Dividend payouts are reportable on IRS form 1099-INT for 2023.

The credit union reserves the right to modify and cancel the program at any time.

### **Dividend Calculation**

The total payout for 2023 was calculated by adding the product of the following two factors:

- Your monthly average aggregate share balance in all your share accounts, including share drafts and certificates multiplied by a factor of .001209, and
- The total interest you have paid on all loans multiplied by a factor of .0682.