

NEW INFORMATION ABOUT HEALTH SAVINGS ACCOUNTS UNDER SHARE DRAFT (CHECKING ACCOUNTS)

The first sentence of General Checking Account Information: shall be replaced by:

“All accounts offer unlimited check-writing. All accounts except Health Savings Accounts offer a VISA® Debit Card (also known as Check Card).”

After General Checking Account Information: add a new section “Health Savings Accounts”:

“Health Savings Accounts (HSAs)

Depending on your circumstances, you may be able to establish a health savings account that will allow you to build up savings to cover medical expenses not covered by insurance. See the Truth in Savings Disclosure, Schedule of Fees and Charges and account opening receipt for details regarding minimum balance requirements, dividend rate and payment, and fees.

Although called a “Savings Account,” at San Francisco Federal Credit Union HSAs are treated as checking accounts for most purposes. Overdraft protection is not available, neither under overdraft protection by agreement nor under courtesy pay privilege. We will debit fees and charges against the HSA, unless there are not sufficient funds to cover the fee. In the latter case we will charge the fee against your Regular Share Savings Account (S1), and if necessary take that S1 account negative. Debit Cards are not available for HSAs. There is no limit on the number of monthly withdrawals. See the “Deposits and Withdrawals” section of this Handbook. Tax penalties may apply to unauthorized withdrawals; consult a tax advisor. HSAs require a special application, not available online.”

In General Checking Account Terms, in the Subsection titled “Overdrafts” after “Checking account holders are permitted and encouraged to establish overdraft protection by completing an Overdraft Protection Authorization on your Member Account Agreement.”) add a new sentence:

“Overdraft protection is not available on checking accounts that are established as Health Savings Accounts.”