

Regulation D

Regulation D is a federal regulation which all financial institutions, including Heartland Credit Union, must comply. Financial institutions are required to establish a non-interest bearing reserve account with the Federal Reserve Board based on the percentage of dollars the institution has in transaction accounts.

For an account to be classified as a **savings account (regular share and money market accounts)**, financial institutions must restrict transfers and third party withdrawals from the account to six (6) per month.

Any combination of the following transactions count towards your six (6) transfer or withdrawal limit per calendar month:

1. Any transfer from your savings or money market accounts to any other HCU account (including alternate savings accounts and your checking account) that is made through any of the following services:

- Online Banking (HCU Online)
- Overdraft transfer to checking
- Automatic withdrawal

2. Any pre-authorized automatic withdrawals or ATM Point of Sale transactions from your savings or money market account.

After the six (6) allowable transactions have been reached for the month, future transactions must be done using the transactions listed below.

The following transactions are not limited by Regulation D:

- Cash machine (ATM) withdrawals and transfers
- Transfer requests made in person
- Transfers from Line of Credit to checking (overdraft protection)
- Transfers from checking to other accounts

Helpful Suggestions:

- Set up pre-authorized automatic withdrawals from your checking account which has unlimited withdrawal limits.
- Set up a Line of Credit for overdraft protection. Transfers from your Line of Credit are unlimited. There is a low annual fee and you pay interest only on the amount of funds advanced for the time period the money is borrowed.
- Plan ahead to make one larger transfer than several smaller ones.

For more information, please contact our phone center by calling 217-726-8877.