

Supervisory Committee Audit

Dear Member:

June 30, 2010

The Supervisory Committee is conducting an audit of our credit union and member accounts. Please review your online statement and confirm that the balances, as stated, agree with your records. If the Supervisory Committee does not hear from you within ten (10) days, they will assume your balances are correct.

If your account balances are **NOT CORRECT**, please notify Marianne Pursell, Supervisory Committee Chairperson at ncsfcuSupvComm@gmail.com, giving your name, and a detailed description of the discrepancy. Marianne will direct you on how to resolve the discrepancy.

Thank you for your cooperation with our supervisory committee audit requirements.

Important information regarding your VISA® Check Card

Federal lawmakers have created new rules governing overdraft protection programs that go into effect on July 1, 2010. As a result, you now have an option concerning whether you want to continue to have our overdraft service cover your everyday debit card transactions. Please take note that this opt-in rule applies only to everyday debit card transactions and does not pertain to overdraft protection services associated with written checks or recurring debit transactions, such as regularly scheduled bill payments. If you do not opt in, beginning August 15, 2010, your everyday debit card transactions will NOT be protected under our overdraft protection.

WHY OPT IN? Northumberland County Schools Federal Credit Union's overdraft services are designed with your protection and convenience in mind. We understand that life doesn't always go according to plan, and overdrafts do occasionally occur. Without overdraft protection, your everyday debit card transactions may be declined if you attempt to make a transaction without sufficient funds.

Beginning in July, watch your mail for information on how to make your overdraft protection opt-in selection. For more information on the opt-in rule or to print an opt-in form, visit us online at www.ncsfcu.org.



**NORTHUMBERLAND COUNTY SCHOOLS
FEDERAL CREDIT UNION**

603 Center Street, PO Box 455
Milton, PA 17847-0455

Phone: 570-742-3903 or 1-888-474-8223 Fax: 570-742-0389
www.ncsfcu.org

PRIVACY NOTICE

At Northumberland County Schools Federal Credit Union, your privacy is a **top priority**. This notice describes how we protect the privacy of current and former credit union members' personal information and gives you an opportunity to let us know if you do not want certain information about you disclosed to other parties. Throughout this notice the word "information" refers to personal information about you that may not be publicly available.

INFORMATION THAT WE COLLECT AND DISCLOSE TO OTHERS

We collect information about you from the following sources:

- Applications and other forms you submit to us.
- Consumer reporting agencies.
- Information about your transactions with us.
- Information about your transactions with others.

PARTIES TO WHOM WE DISCLOSE THE INFORMATION

We may disclose information about you to the following types of third parties:

- Financial service providers, such as those that provide mortgages, credit cards, and insurance agencies.
- Non-Financial companies such a credit reporting agencies, statement printing companies, appraisers, Property and Flood Search companies and outside collection agency for collection of charge off loans.
- Others, such as internal auditors and external examiners.

We may disclose all the information we collect, as described above, to companies that perform marketing services on our behalf or to other financial institutions with which we have joint marketing agreements. We may also disclose information about you under other circumstances, as permitted by law.

HOW TO OPT OUT OF CERTAIN DISCLOSURES OF INFORMATION ABOUT YOU

If you prefer that we not disclose information about you to parties that are not affiliated with the credit union, you may "Opt Out" of these disclosures. That is, you may direct us not to make those disclosures. The "Opt Out" will not apply to disclosures that are permitted by law and will not apply to disclosures to companies that perform marketing services on our behalf or to other financial institutions with which we have joint marketing agreements. You would currently have the option to "Opt Out" from the Credit Union supplying information to CUNA Mutual. CUNA Mutual offers an array of insurance products at discounted rates, which may be a benefit to our members.

If you wish to "Opt Out" of disclosures to CUNA Mutual, you may fill out and mail the attached form, at any time.

HOW WE PROTECT YOUR INFORMATION

Credit Union employees are permitted access to nonpublic personal information that they may need to perform their jobs and to provide service to the members, to conduct a transaction or respond to a member's inquiries. All Credit Union employees and contractors will be required to respect member privacy through confidentiality and information security provisions included in the Credit Union's employee policy manual and service agreements with the contractors. No one except Credit Union employees and authorized contractors will have regular access to the Credit Union computer system and records storage.

OPT OUT RESPONSE FORM

Member Name _____ Account Number _____
(Please Print)

I have read the Privacy Notice disclosure by the credit union, and would like to exercise my right to opt out, as permitted by law.

Please opt me out for the following: Nonpublic Personal Information
Mail to: Northumberland County Schools Federal Credit Union
PO Box 455, Milton, PA 17847-0455

Note: Anyone listed on the account may elect to "Opt Out" on the account on behalf of all account holders.

Please opt me out from the following accounts:
 All accounts listed below (List Specific Accounts)

Account # _____ Account # _____ Account # _____

Member Signature

Date