

**[CREDIT UNION NAME]  
PRIVATE EDUCATION LINE OF CREDIT  
ACCOUNT OPENING DISCLOSURE**

**Date:**

**Credit Union:** [CREDIT UNION NAME]

**Address:** [CREDIT UNION ADDRESS]

**Borrower (Member) Name:**

**Address:**

**Co-borrower Name:**

**Address:**

**Credit Limit:** \$

**Initial Advance Amount:** \$

| Interest Rates and Interest Charges              |  |
|--|--|
| <b>Annual Percentage Rate (APR) for Advances</b> | <b>[X.XX] %</b><br>This APR will vary with the market based on [INDEX].  |
| <b>Paying Interest</b>                           | We will begin charging interest on any advances on the transaction date. |

| Fees  |  |
|---|--|
| <b>Transaction Fees</b> <ul style="list-style-type: none"><li>Draw Fee</li></ul>                                  | [X.XX] % of the advance amount.  |
| <b>Penalty Fees</b> <ul style="list-style-type: none"><li>Late Payment Fee</li><li>Returned Payment Fee</li></ul> | <b>[\$XX.XX] or [XX.XX% of the payment amount]</b><br><b>[\$XX.XX]</b> |

How We Will Calculate Your Balance: We use a method called “daily balance (including new draws/advances)”. See your Line of Credit Agreement for more details.

Billing Rights: Information on your rights to dispute transactions and how to exercise those rights is provided to you later in this document.

## ADDITIONAL ACCOUNT OPENING DISCLOSURES

### Minimum Payments

You have selected the following Minimum Payment option, as defined in the Line of Credit Agreement, during the Draw Period:

☐ Deferred Payment      ☐ Interest Only      ☐ Full Repayment

Minimum Payment requirements for each option are specified in the Line of Credit Agreement. In no event will your Minimum Payment be less than Fifty Dollars (\$50.00) during the Repayment Period.

### Finance Charges

1. **When Finance Charges Accrue.** Each advance under your account will be subject to a finance charge beginning on the date the Credit Union disburses the funds. There is no grace period during which you may pay the balance of advances and avoid all periodic finance charges on such advances. Finance charges will continue to accrue on your account until the entire outstanding balance is paid in full.
2. **Periodic Rate and Corresponding APR.**
  - a. The following periodic rate and corresponding APR currently apply to all advances made under this account. These rates may vary as described below in Section 2(b).
    - i. Periodic Rate: [X.XXXXXX]%
    - ii. Corresponding APR: [X.XX]%
  - b. **Variable Rate Terms.** Your interest rate is variable and will change based on changes in the index. The index is [INDEX], as published in The Wall Street Journal ("Index"). If the Index becomes unavailable during the term of this account, the Credit Union may substitute a new substantially equivalent index after notice to you. The interest rate will be adjusted quarterly, based on changes to the Index, except to the extent that a floor or ceiling restricts changes to the interest rate. Notice to you of the quarterly adjustment will be if and as required by law. To determine the annual percentage rate, add [X.XX]% ("Margin") to the Index. Any increase in [INDEX] will increase the periodic rate and the corresponding annual percentage rate and may increase the amount of your monthly payment. The annual percentage rate will not exceed [XX.XX]% (ceiling rate) or fall below [X.XX]% (floor rate).
  - c. **Balance Computation Method.** We calculate the interest charge on your account by applying the periodic rate to the "daily balance" of your account for each day in the billing cycle. To get the "daily balance" we take the beginning balance of your account each day, add any new draws/advances and fees, and subtract any unpaid interest or other finance charges and any payments or credits. This gives us the daily balance.
3. **Additional Finance Charges.**
  - a. **Draw Fee.** Each time an advance is made on this account you may be charged a draw fee of [X.XX]% of the advance amount.

### Other Account Fees and Charges

1. **Late Fee.** If any payment due under the account is not received within [Number (XX)] days of the payment due date set forth on the periodic statement, a late fee of \$[XX.XX] or [XX.XX% of the payment amount] will be assessed.
2. **Returned Payment Fee.** If a payment made by check or any other payment method is returned unpaid, you may be charged a \$[XX.XX] fee.

**Security Interest.** Unless otherwise prohibited by law, to secure this account, you grant the Credit Union a security interest in all of your shares and deposits with the Credit Union (except Individual Retirement Account or other account permitting tax deferrals or providing other tax benefits under state or federal law). **Collateral securing other loans (except real estate or a dwelling) also secures this account (cross-collateralization).** If you are a covered borrower as defined by the Military Lending Act, 10 U.S.C. § 987 ("MLA"), the foregoing described security interest and lien will only apply to shares, deposits and accumulated dividends or interest as permitted under such laws to be used as security or collateral for the repayment of this Account. To the extent permitted under the MLA, Credit Union reserves the right to exercise its state or federal statutory lien rights under applicable law.

## STATEMENT OF BILLING RIGHTS

### **Your Billing Rights: Keep this Document for Future Use**

**This notice tells you about your rights and our responsibilities under the Fair Credit Billing Act.**

### **What To Do If You Find A Mistake On Your Statement**

If you think there is an error on your statement, write to us at

UNIVERSITY ACCOUNTING SERVICE  
PO BOX 918  
BROOKFIELD, WI 53008-0918  
You may also contact us at: uasconnect@tsico.com

Please provide the following information:

- Account information: Your name and account number.
- Dollar Amount: The dollar amount of the suspected error.
- Description of problem: If you think there is an error on your bill, describe what you believe is wrong and why you believe it is a mistake.

You must contact us:

- Within sixty (60) days after the error appeared on your statement.
- At least three (3) business days before an automated payment is scheduled, if you want to stop payment on the amount you think is wrong.

You must notify us of any potential errors in writing (or electronically). You may call us, but if you do we are not required to investigate any potential errors and you may have to pay the amount in question.

### **What Will Happen After We Receive Your Letter**

**When we receive your letter, we must do two things:**

1. Within thirty (30) days of receiving your letter, we must tell you that we received your letter. We will also tell you if we have already corrected the error.
2. Within ninety (90) days of receiving your letter, we must either correct the error or explain to you why we believe the bill is correct.

**While we investigate whether or not there has been an error, the following are true:**

- We cannot try to collect the amount in question, or report you as delinquent on that amount.
- The charge in question may remain on your statement, and we may continue to charge you interest on that amount.
- While you do not have to pay the amount in question, you are responsible for the remainder of your balance.
- We can apply any unpaid amount against your credit limit.

**After we finish our investigation, one of two things will happen:**

- If we made a mistake: You will not have to pay the amount in question or any interest or other fees related to that amount.
- If we do not believe there was a mistake: You will have to pay the amount in question along with applicable interest and fees. We will send you a statement of the amount you owe and the date payment is due. We may then report you as delinquent if you do not pay the amount we think you owe.

If you receive our explanation but still believe your bill is wrong, you must write to us within ten (10) days telling us that you still refuse to pay. If you do so, we cannot report you as delinquent without also reporting that you are questioning your bill. We must tell you the name of anyone to whom we reported you as delinquent, and we must let those organizations know when the matter has been settled between us.

If we do not follow all of the rules above, you do not have to pay the first fifty dollars (\$50.00) of the amount you question even if your bill is correct.