

Custodial Accounts



Your Lifetime Financial Partner

Website: www.nwfcu.org
 Mobile: go.nwfcu.org
 Email: nwfcu@nwfcu.org



TELEPHONE SERVICE

Call Center M-F: 7:00 A.M.-7:00 P.M. Sat: 8:00 A.M.-1:00 P.M.	703-709-8901 or 1-866-709-8901 Fax 703-709-9326
Mortgage & Equity Loans 24-hour rate-line, option 3 M-F: 8:00 A.M.-4:30 P.M.	703-709-8921 or 1-866-709-8921 Fax 703-709-5784
NorthwestXpress 24-hour bank-by-phone	703-709-6917 or 1-800-932-7666
Other Services Auto Locating: ext. 6001	703-709-8900 or 1-800-336-3384
TTY Hearing Impaired M-F: 7:00 A.M.-7:00 P.M. Sat: 8:00 A.M.-1:00 P.M.	703-709-8919
Northwest Financial LLC Investment & Insurance Services	703-810-1072 or 1-800-269-2156 Fax 703-810-1079

MAILING ADDRESSES

General Correspondence P.O. Box 1229 Herndon, VA 20172-1229	Deposits & Payments P.O. Box 1610 Herndon, VA 20172-1610
NWFCU BRANCHES & 24-HOUR ATMs	CU FAMILY SERVICE CENTERS*
Hours M-F: 8:30 A.M.-7:00 P.M. Sat: 9:00 A.M.-Noon	Hours M-F: 9:00 A.M.-7:00 P.M. Sat: 9:00 A.M.-2:00 P.M.
Chantilly Branch (VA) Chantilly Crossing 14419 Chantilly Crossing Ln.	Capitol Heights (MD) 9001 Central Ave. (Rt. 214)
Herndon Branch (VA) Enterprise Building 200 Spring St.	Marlow Heights (MD) 4003 Branch Ave.
Vienna Branch (VA) Glyndon Plaza 231 Maple Ave., East	Falls Church (VA) 1118 Broad St. (Rt. 7)
	Springfield (VA) 6314 Springfield Plaza

*Before you can use a CU Family Service Center, your account number(s) must be enrolled in our special shared branch database. Contact our Call Center at 703-709-8901 (1-866-709-8901 toll-free) for details. Some CU Family Service Center policies, procedures and transactions capabilities may differ from those at NWFCU. For more locations, visit www.nwfcu.org.

ABA ROUTING NUMBER

256075025
(Direct deposit, inbound wire transfers, ACH transactions)



PSB (1/2008) 2M

Your savings federally insured to at least \$100,000 and backed by the full faith and credit of the United States Government. National Credit Union Administration, a U.S. Government Agency. NWFCU does business in accordance with the Federal Fair Housing Law and the Equal Credit Opportunity Act. All information is current as of 1/2008 and is subject to change.

Certificate Application



Once you've established a Custodial Account, you can invest the funds in a Certificate. NWFCU Certificates allow you to structure investments according to your needs with terms ranging from 91 days to 5 years. You can fund the Certificate with a check made payable to NWFCU or a written request to transfer funds from your account. For Certificate rates and terms, visit www.nwfcu.org, call **703-709-8901 (1-866-709-8901 toll-free)** to speak with a Call Center representative, or stop by a branch.

Member Information (Please print)

Member's Name (Last, First, MI) _____ Member's Account Number _____

Minor's Name (Last, First, MI) _____ Minor's Social Security Number _____

Custodian's Name (Last, First, MI) _____

Custodian's Address _____

State, Date, Zip _____

Certificate Terms (Choose one)	Distribution of Quarterly Dividends Earned (For terms 366 days and greater)	Maturity Option Selection
<input type="checkbox"/> 90 days <input type="checkbox"/> 181 days <input type="checkbox"/> 366 days <input type="checkbox"/> 2 years (731 days) <input type="checkbox"/> 3 years (1,096 days) <input type="checkbox"/> 4 years (1,461 days) <input type="checkbox"/> 5 years (1,825 days) Total Amount of Certificate: \$ _____	<input type="checkbox"/> Keep dividends in certificate. <input type="checkbox"/> Deposit quarterly dividends to: Account Number: _____ <input type="checkbox"/> Share Savings Account <input type="checkbox"/> Checking Account <input type="checkbox"/> PSA/MMA <input type="checkbox"/> Send a check to my address. (If no option is selected, the dividends will remain in the certificate.)	<input type="checkbox"/> Upon maturity, transfer account balance to: Account Number: _____ <input type="checkbox"/> Share Savings Account <input type="checkbox"/> Checking Account <input type="checkbox"/> PSA/MMA <input type="checkbox"/> Upon maturity, rollover to a new certificate at the new rate with the same term of maturity. <input type="checkbox"/> Send a check to my address. (If no option is selected, upon maturity, the certificate will automatically renew at the same term and at the rate in effect on the maturity date.)

Custodial Certificate Account Agreement

I understand that this Certificate is subject to the provisions of the Virginia Uniform Transfers to Minors Act (VUTMA) and any amendments thereto.

These funds are for the exclusive benefit of the minor. All funds deposited to this Certificate constitute an irrevocable transfer, are not for my use or benefit, and may not be pledged as security for any purpose.

I agree that it shall be my responsibility to deliver or pay to the minor the balance in this Certificate upon the minor reaching the age of majority. If the custodian does not take such action and the minor requests access to the funds upon attaining the age of majority, I agree that NWFCU may pay the entire balance in the Certificate(s) to the minor and will have no further liability.

I agree that all Certificates established pursuant to this Agreement shall be governed by NWFCU Share Account Agreements, bylaws, policies and procedures and any other rules and regulations as may affect such Agreements, as amended and then in force.

Under the VUTMA, I designate the age of _____ (indicate 18 or 21) as the age at which the assets on the custodial Certificate must be distributed or transferred to an account or Certificate in the single name of the Minor.

Member Signature _____ Date _____

Custodian Signature _____ Date _____

Credit Union Use Only

Certificate # _____ Amount \$ _____ CU Representative _____

Rate _____ Maturity Date _____ Branch _____ Date _____

APY* = Annual Percentage Yield

PSB (1/2008) 2M

Northwest Federal Credit Union (NWFCU) is committed to helping our young members get on the path to savings. With a custodial account, a parent or other adult can establish a savings account to benefit a child of any age. Custodial accounts are often used

for the purpose of funding education, or simply to help a child start adulthood on the right financial foot.

The benefit of a custodial account is that the custodian (parent or other adult) controls the account until the child reaches legal adulthood. As the custodian of the account, you choose when to

give the child control of the funds (age 18 or 21). You also make the decisions about how much to put into the account, how the money is invested and how earnings are reinvested. Before the child reaches legal adulthood, you can also make account withdrawals to spend on the child's behalf.

Custodial Account Investment Options

Custodial account funds are federally insured and can be invested in any of the following NWFCU accounts:

- Share Savings Accounts
- Premium Savings/Money Market Accounts (PSAs)
- Certificates

The same rates are paid for custodial accounts as for other like accounts. If the child is very young, you have more time to invest, so you may want to consider a Share Certificate. (A Certificate Application is on the reverse of the Custodial Account Application.) If the child is nearing legal age, a Share Savings Account or PSA may be more practical.

Important Considerations

There are several important considerations when establishing a custodial account:

The gift is irrevocable: You can't change your mind later and take back the assets. The child becomes the owner as soon as the funds are deposited in the

account. Remember, children will be able to use their custodial account funds however they wish, once they reach the designated age of 18 or 21. (Prior to the designated age, the custodian is authorized to make withdrawals to spend on the child's behalf.)

The account's funds belong to only one child: Funds cannot be shared or transferred among siblings.

Gift tax implications: You can make annual gifts up to \$12,000 per child without owing any federal gift tax and without filing a gift tax return. If you are married, you and your spouse may give up to \$24,000 per year, per child. Consult your tax advisor for more details.

Flexibility: Contributions are limitless and may be used for any purpose that benefits the child; not just qualified education expenses.

Income tax implications: When assets are deposited in a custodial account, the funds become the child's, and the child is taxed on any income produced. Consult your tax advisor for more details.

Qualifying for financial aid: Using a custodial account for assets transferred from parents may limit or reduce a child's ability to qualify for needs-based financial aid for college expenses. Be careful to consider this if qualifying for financial aid is important.

To Open a Custodial Account

A custodial account is easy to set up — as simple as establishing a share savings account.

- Mail your completed Custodial Account Application (and Certificate Application, if desired) along with initial deposit and a clear copy of your photo I.D. to the address on the back of this brochure, or
- Fax your application(s) and a clear copy of your photo I.D. to 703-709-9326, or
- Visit a branch

If you have questions, please call, email or visit us using the contact information on the back panel of this brochure.

Custodial Account Application



To Establish a Custodial Account

1. The Member establishes a Custodial Account and appoints a Custodian by completing the application below.
2. The "Member" and the "Custodian" are usually the same person. However, the Custodian need not be an NWFCU member.
3. The dividends earned on the funds in the account are reported to the Internal Revenue Service (IRS) under the minor's Social Security Number.
4. A \$5.00 minimum deposit is required to establish the account.
5. If the Member and Custodian are the same person, he/she must sign both the "Custodian's Signature" and "Member's Signature", where indicated on the application.
6. Please provide a clear copy of the Member's photo I.D. with the completed application(s).
7. If you want to invest the Custodial Account funds in a Share Certificate, please also complete the application on the reverse.

A: Member & Custodian Information (Please print)

Member's Name (Last, First, MI) _____
 Member's Account Number _____ Member's Driver License Number & State _____
 Custodian's Name (Last, First, MI) _____ Secondary Custodian's (opt.) Name (Last, First, MI) _____
 Custodian's Address _____ Secondary Custodian's Address _____
 City, State, Zip _____ City, State, Zip _____
 Custodian's Phone: Home _____ Secondary Custodian's Phone: Home _____ Work _____

B: Minor's Information

Minor's Name (Last, First, MI) _____
 Minor's Social Security Number _____
 Minor's Address _____ City, State, Zip _____
 Minor's Date of Birth _____ Minor's Home Phone _____

C: Service(s) Desired (Check all that apply)

- Share Savings Account (\$5.00 minimum opening deposit)
 - Premium Savings/Money Market Account
 - ATM Card
 - Free eStatements (receive monthly statements electronically via our secure website)
- Email Address: _____
*Internet Banking applicants automatically receive monthly statements via our free, convenient eStatement program unless the box below is checked.
 I do not want to receive eStatements

D: Optional Designation of Successor Custodian

The transferor or Custodian has the option of designating a Successor Custodian who would assume the responsibility of Custodian upon the Custodian's death, legal incapacitation, or resignation, prior to the Minor reaching the age of majority. The person named must be at least 18 years of age. If a Successor Custodian is not named, Virginia Uniform Transfers to Minors Act (VUTMA) sets forth the manner and procedure for the selection of a Successor Custodian. I designate as Successor Custodian:

Name (Last, First, MI) _____ Social Security Number _____
 Address _____ City, State, Zip _____

E: Account Agreement

I understand this account is subject to the provisions of the Virginia Uniform Transfers to Minors Act (VUTMA) and any amendments thereto.
 I understand these funds are for the exclusive benefit of the Minor and all funds deposited to this account constitute an irrevocable transfer to the Minor; are not for my use or benefit; and may not be pledged as security for any purpose.
 I agree that it shall be my responsibility to deliver or pay to the Minor the balance in this account upon the Minor reaching the age of majority. If I do not take such action and the Minor requests access to the funds upon attaining the age of majority, I agree that NWFCU may pay the entire balance in the account(s) to the minor and NWFCU will have no further liability with respect to the account(s).
 I agree that all accounts established pursuant to this Agreement shall be governed by NWFCU Share Account Agreements, bylaws, policies and procedures and any other rules and regulations as may affect such Agreements, as amended and then in force.

I elect under VUTMA the age of _____ (indicate 18 or 21) as the age of majority at which the assets on the custodial account must be distributed or transferred to an account in the single name of the Minor.

Member's Signature _____ Date _____
 Custodian's Signature _____ Date _____

F: Signature

I hereby make application for a Custodial Account and agree to conform to the laws and amendments of the Virginia Uniform Transfers to Minors Act, and to the bylaws and policies of Northwest Federal Credit Union and subscribe for at least one share on behalf of the Minor indicated.
 Under penalties of perjury, I certify: (1) that the number shown on this form is the **Minor's correct taxpayer identification number**; (2) that the Minor is not subject to backup withholding either because the Minor has not been notified that he/she is subject to backup withholding as a result of a failure to report all interest or dividends, or the Internal Revenue Service has notified the Minor that he/she is no longer subject to backup withholding.

The Internal Revenue Service does not require your consent to any provision of this document other than the certifications required to avoid backup withholding.

Member's Signature _____ Custodian's Signature _____

Credit Union Use Only

MC _____ CU Rep _____ Custodial Acct # _____
 New Reopen Branch _____ PSA Acct # _____
 X-Ref Acct # _____ Date _____ ATM Card # _____