



Website: [www.nwfcu.org](http://www.nwfcu.org)  
 Mobile: [go.nwfcu.org](http://go.nwfcu.org)  
 Email: [nwfcu@nwfcu.org](mailto:nwfcu@nwfcu.org)

### TELEPHONE SERVICE

**Call Center** 703-709-8901 or 1-866-709-8901  
 M-F: 7:00 A.M.–7:00 P.M. **Fax**  
 Sat: 8:00 A.M.–1:00 P.M. 703-709-9326

**Mortgage & Equity Loans** 703-709-8921 or 1-866-709-8921  
 24-hour rate-line, option 3 **Fax**  
 M-F: 8:00 A.M.–4:30 P.M. 703-709-5784

**NorthwestXpress** 703-709-6917 or 1-800-932-7666  
 24-hour bank-by-phone

**Other Services** 703-709-8900 or 1-800-336-3384  
 Auto Locating: ext. 6001

**TTY Hearing Impaired** 703-709-8919  
 M-F: 7:00 A.M.–7:00 P.M.  
 Sat: 8:00 A.M.–1:00 P.M.

**Northwest Financial LLC** 703-810-1072 or 1-800-269-2156  
 Investment & **Fax**  
 Insurance Services 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

**Hours**  
 M-F: 8:30 A.M.–7:00 P.M.  
 Sat: 9:00 A.M.–Noon

**Chantilly Branch (VA)**  
 Chantilly Crossing  
 14419 Chantilly Crossing Ln.

**Herndon Branch (VA)**  
 Enterprise Building  
 200 Spring St.

**Vienna Branch (VA)**  
 Glyndon Plaza  
 231 Maple Ave., East

#### CU FAMILY SERVICE CENTERS\*

**Hours**  
 M-F: 9:00 A.M.–7:00 P.M.  
 Sat: 9:00 A.M.–2:00 P.M.

**Capitol Heights (MD)**  
 9001 Central Ave. (Rt. 214)

**Marlow Heights (MD)**  
 4003 Branch Ave.

**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](http://www.nwfcu.org).

### ABA ROUTING NUMBER

256075025

(Direct deposit, inbound wire transfers, ACH transactions)



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.



CU SERVICE CENTERS.  
 The Member Friendly Financial Network

PSB (1/2008) 2M

## Opening Your IRA

To open an IRA, contact NWFCU by phone, in person, by mail, or via our Internet information request form. See the back panel of this brochure for our contact information.

## Current IRA Rates

Rates for Regular Share IRAs are subject to change monthly, while IRA Certificate rates are subject to change weekly. You can find current IRA dividend rates in all of the following places:

- NWFCU website: [www.nwfcu.org](http://www.nwfcu.org)
- NorthwestXpress 24-hour bank-by-phone service
- NWFCU's Call Center: **703-709-8901** or **1-866-709-8901 (toll-free)**
- Rate boards in all NWFCU branches

## No Fees

NWFCU charges no administrative or annual fees relating to your IRA(s), however, penalties for early withdrawals may apply for IRA certificates.

## More IRA Information

If you have questions about any type of IRA, call our IRA Specialist at **703-709-8900 (1-800-336-3384 toll-free), ext. 6289**. For specific financial advice, please consult your tax advisor. Note that federal regulations prohibit the use of IRA funds as security for loans.

# Individual Retirement Accounts



Your Lifetime Financial Partner

## Invest in Your Future

Good financial management includes plans for your retirement. It's never too early to start an Individual Retirement Account (IRA) to help secure your financial future, and **Northwest Federal Credit Union** (NWFCU) offers many flexible options at competitive rates.

## Types of IRAs

### Traditional IRA

A Traditional IRA is a good option if you want to save on taxes now. Contributions may be tax-deductible, and taxes are not paid until you withdraw the funds in retirement.

### Roth IRA

If you are interested in savings on taxes in retirement, a Roth IRA allows for tax-free earnings, but your contributions are not tax-deductible.

### Coverdell Education Savings Account (ESA)

Contributions to an ESA are not tax-deductible, however, earnings are tax-free if withdrawn for qualified elementary, secondary, and post-secondary education expenses.

### Simplified Employee Pension (SEP) IRA

NWFCU is also pleased to offer the SEP IRA to benefit self-employed individuals and small-business owners. SEP IRAs are easy to establish and maintain. There are no mandatory contributions or annual tax filings and, in addition to potential tax credits, tax-deductible contributions can help decrease current taxes while building retirement assets. Consult NWFCU's IRA Specialist for more information, or consult your tax advisor to learn if a SEP is right for you or your business.

## IRA Account Options

### Regular Share

Contribute to your NWFCU IRA at any time, or make regular deposits conveniently with direct deposit or automatic transfer. Your dividends are compounded daily and credited to your account monthly.

### Flexible IRA Certificate

NWFCU's flexible IRA certificates offer excellent dividend rates for all types of IRAs. Choose any term — from 90 days to 5 years — that meets your needs. A \$500 minimum deposit is required for terms over 366 days. For terms less than 366 days, you must deposit at least \$2,500. NWFCU also offers jumbo certificates for deposits of \$100,000 or more. Dividends are posted and compounded daily for terms greater than 366 days and are paid upon maturity for terms less than 366 days. Rates vary according to deposit amount — generally, the larger the deposit, the higher the rate. Dividend rates are subject to change weekly and remain fixed for the term of the certificate.

### Options for Members Over Age 70½

NWFCU also offers a certificate for members who are over age 70½ who, by law, must take a minimum IRA distribution. You'll get a higher rate of earnings than with a Regular Share IRA, plus the security of federal insurance on funds you must take but don't currently need.

## IRA Contributions

### Traditional and Roth IRAs

- Contribution limits are dependent upon your income and marital status.
- Contributions to a Traditional IRA may be tax-deductible, depending on your income.
- Contributions to a Roth IRA are not tax-deductible.
- Spouses may contribute to an IRA even if the other spouse has a qualified retirement plan.
- If you are over 50, you are eligible to make a catch-up contribution to your IRA. For specific contribution amounts, contact NWFCU's IRA Specialist or visit [www.nwfcu.org](http://www.nwfcu.org).

### Coverdell Education Savings Accounts

- Depending on your income, parents, grandparents, or others may contribute up to \$2,000 per year, per child.
- Contributions are not tax-deductible.

## IRA Insurance

Regular Share IRAs and IRA Certificates are insured to at least an aggregate amount of \$250,000 by the National Credit Union Administration (NCUA), an agency of the federal government. The IRA insurance coverage is separate from the NCUA insurance for your other NWFCU savings accounts.

## IRA Withdrawals

### Traditional IRA

- Withdrawals may begin at age 59½ and *must* begin by age 70½.
- Early withdrawals may be subject to an IRS penalty.
- Withdrawals may be penalty-free if used for qualified higher education expenses, a first-time home purchase, or certain medical expenses.

### Roth IRA

- After the account has been opened for five years, earnings can be withdrawn tax- and penalty-free for any of these reasons:
  - If you've reached age 59½
  - Disability
  - Death
- Withdrawals of contributions may occur tax-free at any time.
- Early withdrawals of earnings may be subject to taxes for that year plus an IRS penalty.

### Coverdell ESA

- Withdrawals may be made for qualified education expenses.
- Withdrawals made for purposes other than education expenses will be fully taxable for that year and subject to a 10% penalty.

