



## HOW YOUR FUNDS ARE INSURED

### **Credit Unions Do It Better!**

Saugus Federal Credit Union values its members as family and takes great care in protecting members' funds on deposit with the utmost safety, surety and integrity. Unlike so many of our neighboring banks, we make sure your money is insured for more than the traditional \$250,000.00.

**Saugus Federal Credit Union offers two layers of insurance. We insure your funds first through the National Credit Union Administration (NCUA) and secondly, through Massachusetts Share Insurance Corporation (MSIC).**

First, **NCUA**, the federal regulating body for all federally chartered credit unions, insures account deposits up to \$250,000.00 including IRA deposits. NCUA insures over 87 million credit union members by means of the National Credit Union Share Insurance Funds in which all member credit unions contribute to the fund. This insurance coverage is **equal** to the banks' Federal Deposit Insurance Corporation (FDIC).

Second, **MSIC**, is a private insurer covering excess deposits of \$250,000.00 up to specific limits depending on each individual's and/or joint owners' account situation. These higher limits give you the protection you deserve when carrying much higher balances exceeding \$250,000.00. **For example, and individual account holder may carry a balance of \$600,000.00 and be 100% insured!** The first \$250,000.00 is covered by NCUA and the remaining \$350,000.00 by MSIC.

Below is an illustrative example of how a husband and wife who have deposits with Saugus Federal Credit Union are insured:

*	NCUA	MSIC	TOTAL
<b>Individual Accounts</b>			
Husband	\$250,000	\$350,000	\$600,000
Wife	\$250,000	\$350,000	\$600,000
<b>Joint Account</b>			
Husband	\$250,000	\$350,000	\$600,000
Wife	\$250,000	\$350,000	\$600,000
<b>Trust Account</b>			
Husband – trustee	\$250,000		\$250,000
(wife beneficiary)	\$250,000		\$250,000
Wife – trustee			
(husband beneficiary)			
<b>IRA Account</b>			
Husband	\$250,000	\$50,000	\$300,000
Wife	\$250,000	\$50,000	\$300,000
<b>TOTALS</b>	<b>\$2,000,000</b>	<b>\$1,500,000</b>	<b>\$3,500,000</b>

*\*This is simply an illustrative model. Please contact the credit union to have your personal account situation evaluated for coverage.*

The above example only serves to show one particular scenario with respect to insurance coverage. Structuring your accounts appropriately or establishing trust accounts can significantly provide you with higher coverage.

The Board of Directors of Saugus Federal Credit Union extends its sincerest gratitude and appreciation for your membership and loyalty to credit union – especially during this period of economic uncertainty. We hope this message sheds some light on the value of maintaining your accounts with us and affords you the piece of mind that your money is truly **SAFE**.

Thank you for your support and patronage to Saugus Federal Credit Union.

For additional information, please visit NCUA's website at [www.nuca.gov](http://www.nuca.gov) or download their publication on insurance coverage at [www.ncua.gov/publications/brochures/insured\\_funds/funds.pdf](http://www.ncua.gov/publications/brochures/insured_funds/funds.pdf). Information on excess insurance can be found at [www.msic.org](http://www.msic.org).