

SUMMER TOPICS

- ◆ Bonney Lake Branch Opening This Summer
- ◆ Opt-In to Keep Courtesy Pay Coverage
- ◆ Scholarship Recipients
- ◆ Regulation Changes
- ◆ Lending Promotions
- ◆ Congressman Inslee Stops By
- ◆ Investment Advice

ANNOUNCEMENTS

Branch Staff Safety-As a reminder, and for the safety and security of all, please remove your hats, hoods, helmets and sunglasses when entering a branch.

Summer Travel-If you're traveling this summer and plan to use your Sound Visa credit or debit card, please notify us in advance of your travel dates and destination. For your protection unusual spending patterns on your credit and/or debit card may be blocked. By calling a Contact Center Representative before you go, we can unblock your Visa card for a set period of time enabling you to travel with worry-free access to your account.

Identity Theft Prevention Reminder-Be sure to store your purse, backpack and other valuables out of plain sight when leaving your vehicle. If storing them in your trunk, lock the items inside before leaving your car.

Contact Center Extended Hours-Starting September 1, 2010, our Contact Center will be open longer hours to serve you. New hours will be 8:00 a.m. – 6:00 p.m., Monday – Friday.

Young Savers-The Johnny Appleseed Junior Ecology club is designed to encourage regular savings for children up to age 13. The opening deposit is \$5 and kids receive a gift each time they make a deposit into their account.

HOLIDAY CLOSINGS

Independence Day - July 5
 Labor Day - September 6
 Columbus Day - October 11
 All-Staff Meeting - October 13†
 Veterans' Day - November 11
 Thanksgiving - November 25
 Christmas Eve - December 24*
 Christmas Day - December 25
 New Years Day - January 1
 †Credit Union will close at 5 p.m.
 *Credit Union will close at 3 p.m.

New Federal Regulation Changes Require Opt-In to Retain Courtesy Pay Coverage

Courtesy Pay covers transactions drawn on your account when you do not have enough money to cover the items. It is only utilized if you have authorized the service. Courtesy Pay is accessed if funds are not available for transfer from savings, a designated deposit account, Visa or line of credit or if you request Courtesy Pay to be accessed first. Courtesy Pay is extended 60 days after an account is opened, to all accounts that have elected coverage and are in good standing.

There are two levels of Courtesy Pay coverage available. An overdraft item fee is the same for both levels. For either option, **you only pay for the service if you use it.**

BASIC:

Covers overdraft transactions using:

- ◆ Paper checks
- ◆ Automatic withdrawals (ACH)

COMPLETE:

Covers overdraft transactions using:

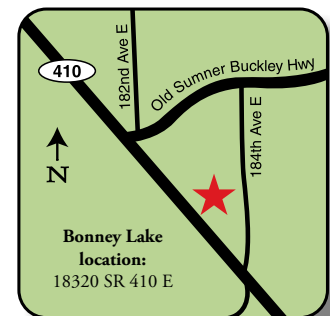
- ◆ Paper checks
- ◆ ATM transactions
- ◆ Automatic withdrawals (ACH)
- ◆ Debit card transactions

Due to recent federal regulations, **you are now required to opt-in to keep the same Complete Courtesy Pay coverage you may already enjoy.** For more information, or to opt-in, call our Contact Center at 253.383.2016 or 800.562.8130 or log into your account through Online BillPayer at soundcu.com.

Bonney Lake Branch

Opening this Summer!

Our new Bonney Lake branch, on the corner of Hwy 410 and 184th Avenue E, will be open and ready to serve you soon! This branch will be full service including safe deposit boxes, a full array of savings and loan products, an exterior walk-up ATM and Saturday hours. This will be our 12th branch throughout South Puget Sound.



Scholarship Recipients Announced

Congratulations to our 2010 scholarship recipients. Sound is proud to grant each recipient \$1,000 to be applied toward tuition, books and other school supplies at his/her chosen institution of higher education.



Hailey Forbes:
Peninsula High School
Keith Predmore Memorial
Scholarship



Emily Gonzales Taylor:
Sumner High School
Robert J. Smith Memorial
Scholarship



Evangeline Grier:
Port Angeles High School
Sound Credit Union
Scholarship



Laura Fudge:
Lakes High School
Sound Credit Union
Scholarship



Luke Peters:
Tacoma Baptist High School
Sound Credit Union
Scholarship

The 2010-2011 scholarship will be available online this fall at soundcu.com. Scholarship candidates must have a savings account established in their own name by October 18, 2010 to be considered for a 2011 scholarship award. Sound scholarships are awarded to graduating high school seniors who will be entering their first year of college.

Simple Steps to Financial Confidence



Paul Stevick, CFP®
Financial Advisor
CUSO Financial
Services, L.P.

Summer has just arrived! For many, this means it's time to spruce up the house. It's also a good time to get your investment house in order. The second half of this year offers a great opportunity to formulate new goals, and to follow a few simple steps in pursuit of financial confidence.

Consolidate Your Accounts

Consolidating multiple retirement accounts into one or two may offer several benefits, such as convenience, and fewer fees.

Rebalancing Your Portfolio

As defined by the U.S. Securities Exchange Commission (SEC), "rebalancing" is the process of bringing your portfolio back to its original asset allocation mix. Over time, the value

of individual holdings in what was originally a well-balanced portfolio will ebb and flow as the markets rise and fall.

Individual Retirement Plans or IRA

If you had an unexpected tax payment, take steps now to ease next year's concern. Consider investing in a tax advantaged account, such as an Individual Retirement Account (IRA) or 401(k) plan.

Beneficiary Designation

A critical piece of planning includes making sure you are properly set to transfer your retirement assets to your intended beneficiaries. Changes in your family situation make the review of your beneficiary designations a necessity.

Who Can Assist Me?

If you're ready to review your financial situation, set up a no cost, no obligation appointment with Paul Stevick, CFP®, our CFS* financial advisor at Sound Credit Union, by calling 253.383.2016 or 800.562.8130. Paul can discuss and advise on various financial topics that affect personal or business lives.

**Products and services offered through CUSO Financial Services, L.P. (CFS) are not NCUA/NCUSIF or federally insured, are not credit union guaranteed, and may lose value. Investment Representatives are registered through CFS (Member FINRA/SIPC). For specific tax advice, please consult a qualified tax professional.*

Bring Your Auto Loan to Sound. Get \$100!

If you have an auto loan of at least \$10,000 financed at another institution, bring it over to Sound and get \$100. The process is easy and we'll do the paperwork. Plus, you may even lower your monthly payment! Here's a sample of what your payment may be:

60 months at 5.69% APR*		72 months at 6.19% APR*	
Borrow	Payment	Borrow	Payment
\$15,000	\$288	\$15,000	\$250
\$25,000	\$480	\$25,000	\$417
\$35,000	\$672	\$35,000	\$583

Ready to refinance your auto loan and start saving? Give us a call or stop by your nearest branch today.

Buying a new car? We have rates as low as 3.49% APR* up to 36 months.

\$500 Off First Mortgage Closing Costs.

Bring your first mortgage to Sound and get \$500 off your closing costs. This offer is good on purchases or refinances! We have a variety of programs with great features just waiting for you.

- ◆ Fixed rates
- ◆ Low fees
- ◆ Second or vacation homes
- ◆ Owner or non-owner occupied

Get a fast and free preapproval to make your home shopping even easier.

Apply online at soundcu.com or set up an appointment with a mortgage loan officer to get started.

Home Equity Line of Credit 2.99% APR* Intro Rate for Six Months!

Use the equity in your home to pay off some bills or take a vacation. With an intro rate of 2.99% APR* you're sure to enjoy easy and affordable payments like these:

Amount Used	Sample Mo. Pymt.
\$20,000	\$150
\$30,000	\$225
\$60,000	\$450

After six months you'll still save money with your regular rate, currently as low as 4.49% APR.* You can apply online at soundcu.com or stop by any branch to get started.

Open a New Sound Visa Credit Card and Receive \$100 Instant Credit!

Get big savings and instant cash with a Visa credit card from Sound. Just apply for the card that best fits your lifestyle.

Visa Platinum:

- ◆ Low variable rates
- ◆ Extra Awards earn one point for every dollar spent. Redeem for cash, gift cards and travel-related services
- ◆ \$39 annual fee waived with \$2,500 or more in annual purchases
- ◆ Enjoy personal identity theft coverage and travel benefits

Best for: members who want a low interest rate with flexible rewards

Visa Blue:

- ◆ Low variable rates
 - ◆ No annual fee
 - ◆ Enjoy personal identity theft coverage and travel benefits
- Best for: members who want a low-interest credit card with no annual fee*

Transfer balances and save even more with no balance transfer fee! Apply for the card of your choice today.

Loan Promotion Fine Print

All Offers:

**APR is Annual Percentage Rate. All offers are subject to change at any time. All loans, including Visa credit cards, are subject to credit approval using Sound's standard guidelines. Your rate, and credit limit if applicable, will be determined based on individual creditworthiness including income, debt ratio, and employment. Verification of income may be required. Must be 18 years of age to qualify for a loan. If you participate in any of these offers, you may receive a 1099 MISC Form at year end for tax purposes. Members with existing Sound loans or Visa lines of credit are excluded from any promotional cash incentive awards.*

Auto Refinance Offer:

It is likely, though not guaranteed, that your monthly payment will be less. Rate quoted on a 72-month term is available on loans \$15,000 or higher. Other rates and terms are available. To receive this offer, vehicle must be a 2003 model or newer. Older vehicles may qualify for a different rate and term. This offer is not valid to refinance current existing Sound Credit Union vehicle loans.

Home Equity Line of Credit Offer:

Homeowners insurance is required. A \$345 early closure fee is applied if the loan is closed within the first 24 months. Maximum loan amount is determined by the amount of equity in your home. Equity in your home is based on appraised value. The annual percentage rate includes only interest and no other costs and is based on the value of an index. This index is the Prime Rate published in the Wall Street Journal and is current as of 6/1/10 and could change at any time. Sound will use the most recent index available to us as of 5 days before the date of any change to the Annual Percentage Rate. To determine the Annual Percentage Rate which will apply to your account, a margin will be added to your current index rate. Home Equity Line of Credit has a variable rate feature and an APR (corresponding to the monthly periodic rate). Most home equity loans qualify for deductible interest. Consult your tax advisor for details. In no event will the Annual Percentage Rate be less than 4.49% APR or more than the lesser of 18% APR per annum or the maximum rate allowed by applicable law. Borrow up to 85% of appraised value for Home Equity Line of Credit.

Visa Credit Card Offer:

Limit of one promotional \$100 Sound Visa incentive per household. Members with a Sound Visa credit card are excluded from this offer.

\$500 Off Closing Costs Offer:

FHA/VA loans are excluded. This promotional offer cannot be used toward down payment.



SOUND
CREDIT UNION

YOUR FINANCIAL PARTNER

SOUNDCU.COM
253.383.2016
800.562.8130
FAX 253.597.7610



Jay Inslee, U.S. Representative and Richard Brandsma, Sound Credit Union President & CEO, met last January to discuss financial legislation, state of credit unions and Sound Credit Union.

Notice of Change in Terms

Federal Regulation Change That May Affect Your Account

Funds Availability Policy Now Provides Quicker Access to Funds

The Federal Reserve recently issued a rule amending its Regulation CC (Reg CC) Funds Availability Policy. Effective February 27, 2010, Sound Credit Union changed its Funds Availability Policy to provide members with more immediate access to funds from certain check deposits. Sound Credit Union's general policy is to make funds available from deposits made at our branches, in person, or by mail,

on the first business day that we receive your deposit. However, on a case-by-case basis and under certain exceptions Sound Credit Union may hold third party and similar checks longer. Sound Credit Union has changed its Funds Availability Policy as follows: Section 2. Reservation of Right to Hold, case-by-case holds changed from 5 business days to 2 business days; Section 4. Longer Delays May Apply, exception holds changed from 9 business days to 7 business days.

Statement Changes to Clarify Payment & Fee Information

Visa Statements

On February 22, 2010, changes were made to Visa statements that clearly showed a summary of monthly transactions; balance and payment recap; payment notices and pay-off estimations. End of July Visa statements will show itemized fee and interest totals, as well as a summary table of year-to-date fee and interest charges. Interest Charge Calculation updates and a refined Account Summary section will be part of the July update.

Loan Statements

July loan statements will have payment information, including late payment and billing inquiries information, clearly identified. Itemized transaction description and an Interest Charge Calculation box will also be added.

Line of Credit Statements

July line of credit statements will clearly show itemized transaction descriptions. Monthly fees and interest charged will be itemized and shown in a separate section. A year-to-date fee and interest charged box will also be added to easy reference.

Competitive Rates and Yields

Sound Credit Union offers competitive rates on auto, Visa, home and consumer loans. We also offer competitive yields on savings, Money Markets, CDs and IRAs. For our most current rate information, please stop by any branch or visit us online at soundcu.com.

- AUBURN**
2326 Auburn Way N
- BONNEY LAKE**
Coming soon! 18320 SR 410E
- DOWNTOWN TACOMA**
1331 Broadway Plaza
- FEDERAL WAY**
31908 21st Ave S
- GIG HARBOR**
4521 Pt Fosdick Dr NW
- KEY CENTER**
8920 Key Peninsula Hwy N
- LAKEWOOD**
7717 Bridgeport Way W
- OLYMPIA**
3600 Martin Way E
- PACIFIC AVENUE**
3633 Pacific Ave
- PARKLAND**
9911 Pacific Ave
- PUYALLUP**
117 14th Ave SE
- WESTGATE**
1802 N Pearl St

- Richard C. Brandsma**
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- Brenda Heineman**
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Editor
VP/Marketing
- Julie Kangas**
Assistant Editor
Senior Marketing Coordinator

SOUND
connections

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