

Roll Call

CHICAGO PATROLMEN'S FEDERAL CREDIT UNION

OUR BRANCH NETWORK HAS GROWN TO 4,300



Did you know that you can access your Chicago Patrolmen's Federal Credit Union account at more than 4,300 branch locations around the world?

We know how important it is for you to be able to take care of your financial business when you are on the go, even if one of our branches isn't nearby. That's why Chicago Patrolmen's Federal Credit Union is part of "shared branching" - through our partnership with other credit unions, you can conduct transactions in participating branches just as if you were in a CPFCU branch.

A variety of services are available:

- Make a cash withdrawal for that extra souvenir when you're on vacation
- Deposit a check when you are shopping across town
- Make a loan payment in a branch while away at school
- Transfer money between accounts so you can make a special purchase

And much more!

There is no charge for you to use this service. All participating credit unions display the Credit Union Service Centers logo. You can find a nearby branch several ways:

- Call **800-919-2872**
- Visit www.creditunion.net to search or download locations to your GPS device
- Ask a teller
- Look for the CU Service Centers logo 

Visit cpdfcu.com and click on **Useful Links** to get to the Shared Branching network.

When you visit a Credit Union Service Center, make sure you bring your account number, your credit union's name and your driver's license or state ID.

RELATIONSHIP PRICING

CPFCU is proud to introduce Relationship Pricing, which is a loyalty program for members who maintain a higher balance in their savings account(s). Relationship Pricing offers up to .15 percent more on certificates and up to .50 percent less on loans*. You can even earn up to \$350 cash back when you close on a mortgage. Having a credit card, loan and/or direct deposit with CPFCU all contribute to help you earn more and spend less. Increase your savings further by using CPFCU's Home Banking and E-statements. Call or stop in to find out what Relationship Pricing means for you.

**Some restrictions apply.*

WHEN DO I NEED TO SPEND MY DEFERRED COMP?

Understanding Your Required Minimum Distribution (RMD)

When it comes time to start withdrawing the money you've spent a career accumulating in your 457 Deferred Compensation account, you want to be sure that you make the right decisions. One decision that the government makes for you is requiring that you withdraw at least some of your funds annually.

This is known as a required minimum distribution, or RMD, and it must be taken from your non-Roth retirement accounts by April 1 each year, starting the year after you turn age 70 1/2. An RMD amount is generally determined using uniform life expectancy tables that take into consideration the account owner's and/or account beneficiary's age and marital status, as well as their account balance(s) as of December 31 of the year prior to the distribution year.

Here are some important considerations for those entering the "distribution phase" of their investing lives.

You can pick the account(s) from which to withdraw . . . If you have more than one of the same type of retirement account -- such as multiple traditional IRAs, or deferred comp accounts from both the City and County -- you can either take individual RMDs from each account or aggregate your total account values and withdraw this amount from one account. As long as your total RMD value is withdrawn, you will have satisfied the IRS requirement.

. . . unless they are different types of accounts. If you own more than one type of account, such as an IRA plus a deferred comp account or other employer-sponsored plan account such as a 403(b) or 401(k), you'll need to calculate your RMD for both types of accounts separately and take the proper amount from each.

You may be able to defer if you're still working. If you are working after your CPD retirement and participating in another employer-sponsored plan at age 70 1/2, you may be able to defer taking RMDs from that plan until after you retire from that position as well.

The penalties can be severe for failing to comply. If you do not take your full RMD, the IRS may assess an "excise tax" (penalty) of up to 50% on the amount you should have withdrawn -- and you'll still have to take the distribution.

Taxes are due upon withdrawal. You will face a Federal income tax bite on your distributions. Keep in mind that since the distribution is taxable, the amount you are required to withdraw may bump you up into a higher tax bracket. The good news is that Illinois is one of several states that do not currently charge income tax on distributions from retirement plans.

You can donate your RMDs to charity. Up to \$100,000 of the annual distributions that you donate to qualified charities can count toward your RMD. Even if you've inherited an IRA, these donations are allowable as long as you are over age 70 1/2.

Roth accounts are exempt. If you own a Roth IRA or Roth 401(k), you don't need to take an RMD. However, distributions taken from a Roth do not count toward your RMD amount and restrictions apply to the beneficiaries of inherited Roth accounts.

Please note that each individual's tax situation is different, and the information provided here is not intended to be tax advice. However, the advisors in the *Financial Planning & Education Center* are available to all our members and can help you determine your distribution strategy as well as your RMD amount. They are ready to assist you at any stage of your financial life. From credit repair through education savings, IRAs, rollovers and retirement income distribution, they have the experience and knowledge you need.

If you think you could benefit from professional financial advice, please call our *Financial Planning & Education Center* directly at **312 - 499 - 8888** to schedule an appointment.

Roll Call

Chicago Patrolmen's Federal Credit Union 1407 W. Washington, Chicago, IL 60607 - (312) 726-8814 - www.cpdfcu.com

Loans

- Boat
- Home Equity
- Member Business Lending
- Mortgages
- Motorcycle
- New & Used Auto
- Personal
- Share Secured
- Student
- Student and Secured VISA Cards
- Tuition
- VISA Platinum
- VISA Classic

Savings Accounts

- Christmas Saver
- Individual Retirement Accounts
- Money Market Accounts
- Regular and Special Purpose
- Share Certificates

Free Checking Account

- ATM/Debit Cards
- Overdraft Protection

Convenient Access

- Audio Telephone Teller
- Electronic Bill Payment
- Home Banking
- Internet Access
- Mobile Banking
- No-Fee ATMs
- Text Alerts
- Shared Branching

Payment Origination Services

- Debit Origination
- Direct Deposit
- Direct Payment
- Payroll Deduction
- VISA Automatic Payment

Additional Services

- Certified Checks
- Notary Public
- Pre-paid Cards
- Safe Deposit Boxes
- Signature Guarantee
- Wire Transfers

ATM NETWORKS

Look for these symbols when using your ATM Card or your credit union CheckCard.



Federally insured by NCUA

Our next full service branch will be opening soon. It will be located at 6124 W. 63rd Street and it will offer all of the same products and services that each of our other locations offer. We anticipate opening the new branch sometime in December.

Many of you have been asking for a branch in this location since we began opening branches five years ago and with the opening of this new facility, we will be serving about 72% of our existing members in their own neighborhood. A lot has changed since the days at Lake and Wabash!

As you may have heard, we also recently activated a Shared Branching program that will provide a new level of convenience for you while you are traveling or away from home for an extended period of time. You will now be able to complete many of your transactions in one of over 4,300 branch locations across the country. There are several Chicagoland locations in the network as well. Please visit our website for further details.

With our recently improved home banking product and the expansion of our ATM fleet to include nearly every police facility in the city, we have made it easier than ever for you to do business with us.

We are very proud of the fact that while many banks and other financial institutions are closing branches, we continue to expand and offer more products and services than ever before. Our growth and success is made possible through your continued loyalty and support.

Thank you very much for your business!

Scott Arney

CEO

ARE YOU IN THE MARKET FOR A STUDENT LOAN?

Our new Student Loan Bundle provides a complete financial package to new members of CPFCU! We've grouped products and services that will help you pay for your schooling and get educated about money management.

Our complete package offers convenience through Shared Branching, Online Banking, and more. We even have a free account management class for young adults hosted by Gwen Hawkins in our Financial Planning Center.

Members who qualify will receive a \$50.00 gift card. Contact the Call Center or stop by your nearest branch location to get started!

SKIP-A-PAY IS ON THE WAY!

CPFCU wants to put a little extra holiday cash in your pocket! For a one-time fee of \$30 you can skip your loan payment(s) in December 2011. At least half of this processing fee will be donated to the Chicago Police Memorial Foundation!

Apply online October 3rd through November 13th, 2011. All applications must list a valid email address. Your application will be processed within 48 hours and you'll receive your notification by email.

Some restrictions apply. Please visit our website for full details.

GET MORE WITH THE COPPER CARD

Our new elite credit card puts prestige in your wallet, and convenience at your fingertips! CPFCU's Copper Card features one percent back on all purchases. There are no annual or balance transfer fees, and the Copper Card features our lowest APR for credit cards. You can even take advantage of extended credit limits. This rewards card is just one of the many credit card options that we offer. Whatever your financial situation, CPFCU has a credit card to fit your needs. You can apply online, in person or over the phone.



CPFCU Featured Employee Kacey Smith

I'm Kacey Smith and I joined the credit union as a branch representative about five years ago when the South Branch opened. I had prior credit union experience, but was excited about CPFCU's exceptional sense of community. I even have some relatives who are police officers, so it is really rewarding to work for a credit union that only serves officers and their families. Our branch has become a part of the neighborhood, and I'm pleased to be a part of that. One of my proudest career moments was getting promoted to Branch Supervisor a little over two years ago.

It's a big departure from my first job, acting on the set of a TV show in the late 80s when I was a toddler. My mother thought I'd be a huge TV star! Things obviously have changed quite a bit since then, but I am enjoying all of the new challenges my career brings. In my free time I have another amazing challenge; to learn two new languages! I look forward to growing both personally and professionally with the Chicago Patrolmen's Federal Credit Union, and bringing my best to our members!



Chicago Patrolmen's Federal Credit Union

Active Chicago Police Department members get free admission to the Ground Zero 360 Exhibit at the Field Museum. The exhibit is a collection of photographs, recordings and artifacts recounting the tragedy of the September 11th attacks. It will be on display through January 1, 2012.

We will be closed in observance of the following holidays:

- October 10th Columbus Day
- November 11th Veterans' Day
- November 24th Thanksgiving Holiday
- November 25th Thanksgiving Holiday
- December 24th Christmas Holiday
- December 25th Christmas Holiday
- January 1st New Year's Day

COMMON FEES (Effective 11/15/10)

Under minimum monthly share fee	\$10.00
Transfer from savings or money market to share draft/checking to cover an overdraft (each occurrence)	\$10.00
Stop payment (all items)	\$37.00
Photocopy of draft (each item)	\$3.00
Non-sufficient funds item (each)	\$37.00
Collection item processing.....	\$30.00
Certified Check	\$5.00
Deposited checks and other items returned unpaid.....	\$37.00
Incoming Domestic wire transfer	\$10.00
Outgoing Domestic wire transfer	\$25.00
Incoming International wire transfer.....	\$20.00
Outgoing International wire transfer	\$45.00
Western Union wire transfer.....	\$20.00
International Western Union fee (minimum).....	\$22.00
Bad Address fee	\$5.00
Account research	\$25.00
Copy of statement	\$5.00
Under minimum average daily balance money market fee	\$15.00
Late Loan Payment.....	\$37.00
Negative Checking balance fee (after 5 consecutive business days)	\$10.00
Legal fees, Garnishments, Attachments, Tax Levies and/or Charge-Off (per occurrence)	\$75.00
Non-Member check cashing fee	\$5.00
Collateral Protection Insurance (forced placement on collateralized loans).....	\$50.00
Bank Check Fee	\$2.00
Temporary Checks	\$2.00
Check by Phone.....	\$5.00
Late Mortgage Payment.....	5.0000% of payment
Late Home Equity Loan Payment	\$37.00
Subordination Request Fee.....	\$100.00
Mortgage Deed Release Fee	\$50.00
Payoff Letter for Real Estate Loans.....	\$10.00
Verification of Deposit	\$10.00
Dormant Account (after 6 mos of inactivity).....	\$5.00

CURRENT SAVINGS AND LOAN RATES as of October 1, 2011*

SAVINGS RATES			LOAN RATES	
Share Savings Accounts	APR	APY	Loan Rates ⁵	APR
\$100 - \$2,999.99	0.09%	0.09%	New Auto	1.54% - 14.47%
\$3,000 - \$24,999.99	0.19%	0.19%	Used Auto	1.54% - 14.47%
\$25,000+	0.29%	0.29%	Signature Loans	3.65% - 14.90%
Christmas Savers Account ¹	0.29%	0.29%	New Motorcycle	5.47% - 12.97%
Checking Accounts	APR	APY	Used Motorcycle	5.87% - 13.37%
\$1,000+	0.19%	0.19%	New Boat	6.47% - 11.97%
Money Market Accounts²	APR	APY	Used Boat	6.87% - 12.37%
\$0 - \$24,999	0.33%	0.33%	Tuition Loans	5.90% - 7.90%
\$25,000 - \$49,999	0.44%	0.44%	Student Loans	5.90% - 7.90%
\$50,000+	0.70%	0.70%	Share Secured Loans	5.00%
Share Certificates³	APR	APY	<i>(Variable Rate Adjusted Quarterly)</i>	
6 Month Term	0.39%	0.39%	Mortgage Loans	Market Rates
12 Month Term	0.64%	0.64%	Home Equity Line of Credit	4.25%
24 Month Term	0.95%	0.95%	<i>(Variable Rate Adjusted Quarterly)</i>	
36 Month Term	1.29%	1.29%	Fixed Rate Home Equity Loan	9.90%
IRAs⁴	APR	APY	Member Business Lending	Market Rates
Share IRA	0.45%	0.45%	VISA Cards⁶	APR
12 Month Term	0.64%	0.64%	VISA Copper	8.90%
24 Month Term	0.95%	0.95%	VISA Platinum	9.90%
36 Month Term	1.29%	1.29%	VISA Classic	13.90%
			VISA Secured	14.90%
			VISA Student	14.90%

Auto Loan rates as low as 1.54% APR. Visit cpdfcu.com for complete details.

*APR=Annual Percentage Rate. APY=Annual Percentage Yield.
 Dividends computed based on daily balance and paid quarterly for all share products.
 Rates subject to change without notice. Some restrictions apply. Contact CPFCU for most current rates.
¹ Early withdrawal penalty may apply. Funds Available on 10/1/2011.
² Minimum initial deposit of \$2,500 required. \$15 per month fee if the average daily balance falls below \$2,500. Limit of six (6) withdrawals or transfers per month.
³ Minimum deposit of \$2,500 required. Non Compounding Certificates are available. Senior Saver option available on all certificates: Members age 55 and older earn an additional 0.25% and they also qualify for an extra 0.25% for having a CPFCU checking account with Direct Deposit. Early withdrawal penalty may apply.
⁴ The minimum initial deposit is \$25 for a Share IRA, \$1,000 for a Traditional and Roth IRA, and \$500 for an Educational IRA. Senior Saver option available on IRA Share Certificates. See 3 above for details
⁵ Loan rates as much as 0.75% higher without a checking account with Direct Deposit and 20% down.
⁶ Rate applies to purchases and cash advances, no annual fee, some restrictions apply.

HOME BANKING FEES

Bill Payer Fee (per month, if applicable)	\$9.95
Bill Payer / Insufficient Funds (NSF)	\$37.00
Bill Payer Check Copy	\$20.00
Bill Payer Stop Payment Fee	\$37.00

ATM DEBIT CARD FEES

Replacement ATM or Debit Card.....	\$10.00
Replacement PIN	\$10.00
VISA® Credit Card Replacement	\$10.00

*There is a charge of \$1.00 for each withdrawal, transfer, point-of-sale, or inquiry in excess of five per month using your ATM or Debit Card. *Fees are subject to change.*