



100 High Street D1 – 588 Buffalo, NY 14203 Phone (716) 859-5960 Fax (716) 859-5963

Home Equity Line of Credit

The possibilities really are endless

What's your next big expense? Maybe home repairs, college costs or debt consolidation. A Home Equity Line of Credit (HELOC), gives you the flexibility you need.

- Your home must be in New York State and owner-occupied
- Borrow from \$10,000 to \$100,000 (up to 80% of home's equity)
- Borrow as many times as you wish over a 7-year draw period. 15 -year repayment term.
- No annual fee or early termination fee's
- Closing cost paid out of your 1st HELOC draw
- The APR can change annually on the anniversary date of opening your HELOC. The rate cannot increase or decrease more than 2.0 percentage points annually. The maximum APR that can apply is 15.0% and the minimum is 4.0% unless otherwise noted.

Items required for when applying for a Home Equity Line of Credit (HELOC):

- Copy of Deed to the Home
- Copy of Current Property & School Tax Bills
- Copy of Homeowners Insurance Declaration Page
- Copy of Current Pay Stub for Each Applicant
- Copy of the Survey
- Complete Application
- \$250 Appraisal Fee

APR=Annual Percentage Rate. Rate and eligible LTV may vary based on individual credit history and underwriting factors. Rates are variable and based on the prime rate published in the Wall Street Journal plus margin. Property insurance required. Consult your tax advisor for details on the tax deductibility of interest. Interest rates and program terms are subject to change without notice. Must be a Kaleida Health FCU member to qualify. KHFCU NMLS ID 1223835

BASED ON THE INFORMATION YOU PROVIDE, ADDITIONAL DOCUMENTATION MAY BE REQUIRED.

LOAN APPLICATION

**PLEASE COMPLETE APPLICATION AND RETURN IT TO THE CREDIT UNION WITH PROOF OF INCOME,
AS WELL AS PHOTO ID FOR NON-MEMBERS.
FAILURE TO PROVIDE PROOF OF THESE ITEMS WILL RESULT IN DELAY OF PROCESSING.**

PLEASE CHOOSE ONE: APPLICANT _____ JOINT APPLICANT/SPOUSE _____ CO-SIGNER _____

REPAYMENT METHOD: *(please choose one)* PAYROLL DEDUCTION OVER THE COUNTER / MAIL OTHER _____

ARE YOU INTERESTED IN HAVING YOUR LOAN PROTECTED? YES NO If you answer yes, the credit union will disclose the cost to you to protect your loan. The protection is voluntary and does not affect your loan approval.

REASON/PURPOSE FOR THE LOAN: _____

AMOUNT REQUESTED: \$ _____

NAME: _____

ACCOUNT NUMBER: _____

ADDRESS: _____

OWN RENT OTHER

YEARS AT THIS RESIDENCE: _____

PREVIOUS ADDRESS: _____

YEARS AT THIS RESIDENCE: _____

SOCIAL SECURITY# _____ DATE OF BIRTH: _____

AGES OF DEPENDENTS: _____

EMAIL: _____

HOME PHONE: _____

CELL PHONE: _____

PLEASE SELECT ONE: *(if applying for joint credit)* MARRIED SEPARATED UNMARRIED

REFERENCE:
NAME OF NEAREST RELATIVE NOT LIVING WITH YOU: _____

RELATIONSHIP: _____

ADDRESS: _____

PHONE: _____

EMPLOYER INFORMATION:

NAME OF EMPLOYER: _____

START DATE: _____

ADDRESS OF EMPLOYER: _____

FULL TIME PART TIME

INCOME: \$ _____ Per: HOUR PAY PERIOD ANNUAL SALARY

OCCUPATION: _____

PREVIOUS EMPLOYER: *(if employed less than ten years at current employer)*

NAME OF EMPLOYER: _____

START DATE: _____

ADDRESS OF EMPLOYER: _____

FULL TIME OR PART TIME

OCCUPATION: _____

MONTHLY BILLS:

WHAT YOU PAY	NAME OF CREDITOR	INTEREST RATE	PRESENT BALANCE	MONTHLY PAYMENT
RENT/MORTGAGE				
CAR PAYMENT				
CREDIT CARDS				
STUDENT LOANS				
OTHER				

WHAT YOU OWN:

ITEM	LOCATION OF PROPERTY	MARKET VALUE
HOME		\$
VEHICLE (S)		\$
		\$
OTHER		\$
		\$

OTHER INFORMATION ABOUT YOU:

- | | <u>YES</u> | <u>NO</u> |
|--|------------|-----------|
| 1. ARE YOU A U.S. CITIZEN OR PERMANENT RESIDENT ALIEN? | _____ | _____ |
| 2. DO YOU CURRENTLY HAVE ANY OUTSTANDING JUDGMENTS OR HAVE YOU EVER FILED BANKRUPTCY, HAD PROPERTY FORECLOSED UPON OR REPOSSESSED? | _____ | _____ |
| 3. ARE YOU A CO-MAKER, CO-SIGNER OR GUARANTOR ON ANY LOAN NOT LISTED ABOVE? | _____ | _____ |

FOR WHOM: _____ NAME OF CREDITOR: _____

SIGNATURE

You promise that everything you have stated in this application is correct to the best of your knowledge and that the above information is a complete listing of what you owe. If there are any important changes you will notify us in writing immediately. You authorize the Credit Union to obtain credit reports in connection with this application for credit and for any update, increase, renewal, extension or collection of the credit received.

You understand that the Credit Union will rely on the information in this application and your credit report to make its decision. If you request, the Credit Union will tell you the name and address of any credit bureau from which it received a credit report on you. It is a federal crime to willfully and deliberately provide incomplete or incorrect information on loan applications made to federal credit unions insured by NCUA.

X		
SIGNATURE		DATE

FOR CREDIT UNION USE ONLY

DATE: _____ APPROVED DENIED AMOUNT APPROVED FOR: \$ _____ LOAN TYPE: _____

X	
LOAN OFFICER SIGNATURE	DATE

X	
DATE	



Kaleida Health Federal Credit Union

100 High Street, Buffalo NY 14203 Phone: 716-859-5960 Fax: 716-859-5963

HOME EQUITY EARLY DISCLOSURE IMPORTANT TERMS OF OUR HOME EQUITY LINE OF CREDIT PLAN

This disclosure contains important information about our Home Equity line of Credit Plan. You should read it carefully and keep a copy for your records.

AVAILABILITY OF TERMS: All of the terms described below are subject to change. If these terms change (other than the annual percentage rate) and you decide, as a result, not to enter into an agreement with us, you are entitled to a refund of any fees that you pay to us or anyone else in connection with your application.

SECURITY INTEREST: We will take a security interest in your home. You could lose your home if you do not meet the obligations in your agreement with us.

POSSIBLE ACTIONS: We can terminate your line, require you to pay us the entire outstanding balance in one payment, and charge you certain fees, if (1) you engage in fraud or material misrepresentation in connection with the plan; (2) you do not meet the repayment terms of this plan, or (3) your action or inaction adversely affects the collateral or our rights in the collateral.

We can refuse to make additional extensions of credit or reduce your credit limit if (1) any reasons mentioned above exist; (2) the value of the dwelling securing the line declines significantly below its appraised value for purposes of the line; (3) we reasonably believe that you will not be able to meet the repayment requirements due to a material change in your financial circumstance; (4) you are in default of a material obligation of the agreement; (5) government action prevents us from imposing the annual percentage rate provided for in the agreement; (6) the priority of our security interest is adversely affected by government action to the extent that the values of the security interest is less than 120% of the credit line; (7) a regulatory agency has notified us that continued advances would constitute an unsafe and unsound business practice, or (8) the maximum annual percentage rate is reached.

MINIMUM PAYMENT REQUIREMENTS: You can obtain credit advances for 7 years. This period is called the "draw period". At our option, we may renew or extend the draw period. After the draw period ends the repayment period will begin. The length of the repayment period will depend on the balance at the time of the last advance you obtain before the draw period ends. You will be required to make monthly payments during both the draw and repayment periods. At the time you obtain a credit advance a payoff period of 180 monthly payments will be used to calculate your payment.

The payoff period will always be the shorter of the payoff period for your outstanding balance or the time remaining to the maturity date. Your payment will be set to repay the balance after the advance, at the current annual percentage rate, within the payoff period. Your payment will remain the same unless you obtain another credit advance. Your payment may also change if the annual percentage rate increases or decreases. Each time the annual percentage rate changes, we will adjust your payment to repay the balance within the original payoff period. Your payment will

include any amounts past due and any amount by which you have exceeded your credit limit, and all other charges.

MINIMUM PAYMENT EXAMPLE: If you made only the minimum monthly payment and took no other credit advances it would take 15 years to pay off a credit advance of \$10,000 at an annual percentage rate of 4.0%. During that period you would make 180 payments of \$84.82.

FEES AND CHARGES: You must pay certain fees to third parties to open the plan. These fees generally total between \$500.00 and \$1,200.00. If you ask, we will provide you with an itemization of the fees you will have to pay to third parties.

PROPERTY INSURANCE: You must carry insurance on the property that secures this plan. If the property is located in a Special Flood Hazard Area, we will require you to obtain flood insurance if it is available.

The following notice is required by New York Law. You are required to obtain property insurance on the property that is security for your mortgage loan. We cannot require you to obtain an insurance policy in excess of the replacement cost of improvements on the property securing the loan.

REFUNDABILITY OF FEES: If you decide to not enter into this plan within three business days of receiving this disclosure and the home equity brochure, you are entitled to a refund of any fee you may have already paid.

TRANSACTION REQUIREMENTS: The minimum credit advance that you can receive is \$1,000.00 for the first advance and \$1,000.00 for each subsequent advance.

TAX DEDUCTIBILITY: You should consult a tax advisor regarding the deductibility of interest and charges for the plan.

VARIABLE RATE FEATURE: This plan has a variable rate feature and the annual percentage rate (corresponding to the periodic rate) and the minimum payment may change as a result. The annual percentage rate includes only interest and no other costs.

The annual percentage rate is based on the value of an index. The index is the Prime Rate published in the Money Rates column of the Wall Street Journal. When a range of rates has been published the highest rate will be used. We will use the most recent index value available to us as of 15 days before the date of any annual percentage rate adjustment.

To determine the annual percentage rate that will apply to your account, we may add a margin to the value of the Index. If the rate is not already rounded we then round up to the next .25%.

Ask us for the current index value, margin and annual percentage rate. After you open a plan, rate information will be provided on periodic statements that we send you.

RATE CHANGES: The annual percentage rate can change annually on the anniversary date of opening your plan. The rate cannot increase or decrease more than 2.0 percentage points at each adjustment. The maximum ANNUAL PERCENTAGE RATE that can apply is 15.0% or the maximum permitted by law, whichever is less. The ANNUAL PERCENTAGE RATE cannot decrease more than 2.0 percentage points below the initial rate. Ask us for the specific rate limitations that will apply to your credit line.

MAXIMUM RATE AND PAYMENT EXAMPLES: If you had an outstanding balance of \$15,000.00 the minimum payment at the MAXIMUM ANNUAL PERCENTAGE RATE of 15.0% would be \$241.92. This annual percentage rate could be reached at the time of the 108th payment.

MARGIN: The margin you receive is based on certain creditworthiness criteria. Ask the credit union for more details.

HISTORICAL EXAMPLE: The following table shows how the annual percentage rate and the minimum payments for a single \$10,000 credit

advance would have changed based on changes in the index over the past 10 years. The index values are from the last business day of January each year.

While only one payment per year is shown, payments may have varied during each year.

The table assumes that no additional credit advances were taken, that only the minimum payments were made, and that the rate remained constant during each year. It does not necessarily indicate how the index or your payments will change in the future.

WALL STREET JOURNAL PRIME RATE INDEX TABLE

YEAR	INDEX	MARGIN	A.P.R./FLOOR	MONTHLY PMT
2002	4.75	0	4.75	77.77
2003	4.25	0	4.25	75.22
2004	4.00	0	4.00	73.96
2005	5.25	0	5.25	80.38
2006	7.50	0	7.50	92.68
2007	8.25	0	8.25	97.00
2008	6.00	0	6.00	84.37
2009	3.25	0.75	4.00	73.96
2010	3.25	0.75	4.00	73.96
2011	3.25	0.75	4.00	73.96
2012	3.25	0.75	4.00	73.96