



July 28, 2009

### NOTICE OF CHANGE IN TERMS

Dear Member:

On July 15, 2009, the FRB (Federal Reserve Board) issued an Interim Final Ruling to Regulation Z (Reg. Z) on The Credit CARD Act Provisions that takes **effect on August 20, 2009**. These regulations apply to all open-end lending loans, which includes the loan(s) you have here at Kaiperm North Bay FCU.

The Amendments to Reg. Z requires a financial institution to mail or deliver a periodic statement 21 days before deeming a payment late for any reason. In order for the credit union to comply with this new regulation it is necessary to **change all open-end loan due dates to the 28<sup>th</sup> of each and every month.**

This change **will not effect any payments made by direct deposit or payroll deduction.** If your loan payments are made by direct deposit or payroll deduction, no action is required. If your loan payments are made by check or with a coupon, you will want to make your full payment by the 28<sup>th</sup> of each month **beginning with your September 2009 payment.**

Should have any questions, please do not hesitate to contact our lending staff at 707-557-8900.

Sincerely,

Kaiperm North Bay FCU