

## Your Guide to the Extended Insurance Account

Hoosier Hills Credit Union offers Extended Insurance Accounts, a unique product that offers access to millions in NCUA (National Credit Union Administration) share insurance\* through credit unions in the ModernFi Network.

The Extended Insurance Account is designed to not only safeguard your funds with extended NCUA share insurance, but also to help your money grow through competitive interest rates. With this account, you can maximize your share insurance coverage while enjoying flexible access to your funds in demand deposit accounts. In this article, we'll delve into the detailed benefits and mechanics of the Extended Insurance Account.

### What is the Extended Insurance Account?

An Extended Insurance Account provides millions of extended NCUA insurance on your deposits by distributing your balances in amounts under the \$250,000 threshold to partner credit unions in the ModernFi network. By placing funds under the limit, your entire balance can be insured by the NCUA. These accounts combine to provide you with extended insurance coverage.

### What is ModernFi?

ModernFi is a network of credit unions that Hoosier Hills Credit Union has joined to help better protect your balances by distributing funds across partner credit unions to offer extended NCUA share insurance.

### How does the Extended Insurance Account work?

Suppose you have \$1 million that you want to safeguard and earn interest on. You can achieve this by depositing the full amount with Hoosier Hills Credit Union through an Extended Insurance Account. The money is then distributed into smaller portions and placed in demand deposit accounts at various credit unions within the network. The first \$250,000 will be allocated to Hoosier Hills Credit Union, another \$250,000 to Credit Union 2, an additional \$250,000 to Credit Union 3, and the remaining \$250,000 to Credit Union 4. All of these credit unions are partnered with the ModernFi Network. This allocation helps ensure that each dollar is covered by NCUA share insurance, in an amount up to the maximum of \$250,000 per share owner per credit union.

Using these Extended Insurance Accounts eliminate the need to keep track of multiple accounts at various credit unions. All of your deposits and activity across your allocated credit unions are consolidated into one statement. Additionally, the Extended Insurance Account interest rate is competitive, making it a compelling choice for individuals and businesses with substantial cash reserves.

### **Who maintains my Extended Insurance Account?**

You control the account just like a regular transaction account. You can deposit, withdraw, or transfer funds at any time through a dedicated Member Portal. Hoosier Hills Credit Union and ModernFi manage and oversee your allocation, ensuring funds are distributed to demand deposit accounts within the network.

### **How secure is the Extended Insurance Account?**

Extended Insurance Accounts offer a high degree of security for your deposits, utilizing NCUA insurance to safeguard funds up to \$250,000 per member at each participating credit union. This protection extends even in the event of a participating credit union's failure, ensuring the continued safety of your deposits. Since the inception of the National Credit Union Share Insurance Fund in 1970, no member has lost NCUA-insured funds due to a credit union's failure. All accounts at NCUA-insured credit unions are covered on a dollar-for-dollar basis, encompassing principal plus any interest accrued.

In the unlikely event a credit union fails, the NCUA assumes the responsibility of closing the credit union, receives its assets, and settles all deposit claims. Hoosier Hills Credit Union works with ModernFi to file all required materials with the NCUA to coordinate the receipt of your funds from the failed institution. Payment starts within a few business days after the credit union closure. For more information on NCUA insurance, please visit:

<https://ncua.gov/frequently-asked-questions-about-share-insurance>

### **What qualifies a credit union to join ModernFi's network?**

ModernFi partners with credit unions in good standing with regulators and compliant with all Anti-Money Laundering and Know Your Customer requirements. ModernFi only places deposits at US-based NCUA-insured credit unions that are monitored by a U.S. federal or state governmental agency responsible for the supervision of financial institutions.

Hoosier Hills Credit Union maintains complete control over the credit unions that can receive your funds. Furthermore, you and Hoosier Hills Credit Union always have full transparency into the allocation of your funds.

### **How do I open an Extended Insurance Account?**

Opening an Extended Insurance Account is quick and easy with Hoosier Hills Credit Union. Simply contact our Deposit Strategy Team via phone at 812.420.3373, via email at [commercialdepositgroup@hoosierhills.com](mailto:commercialdepositgroup@hoosierhills.com), or by visiting your nearest Service Center to open an account and start taking advantage of the benefits offered by the Extended Insurance Account.

After account opening, you will gain access to the "Member Portal" to view details on your Extended Insurance Account. You can view statements and your allocations throughout the



Your savings federally insured up to \$250,000 by NCUA.  
Equal Housing Lender

network at any time, so you always know your money is safe with credit unions you know and trust.

\* Insurance provided through program credit unions (subject to certain conditions)

Safeguard your money today with an Extended Insurance Account  
Visit [hoosierhills.com/extended-insurance-account/](https://www.hoosierhills.com/extended-insurance-account/)



Your savings federally insured up to \$250,000 by NCUA.  
Equal Housing Lender