

Okaloosa County Teachers Federal Credit Union Smart Money

July 2007

Does Your Checking Account Miss The Mark?

Does your checking account miss the mark of good value with high fees or minimum balance requirements? If so, you need to take aim at a checking account from Okaloosa County Teachers Federal Credit Union. We offer a bulls-eye of value.

Our Checking Account Features:

- No Monthly Fee
- No Per-Check Charges
- No Minimum Balance
- Free ATM Access**
- Audio Response
- Free Home Banking With Free Bill Pay*
- Free MasterCard® Check Card
- First order of Checks Are Free

Our fees, such as stop-payment fees and NSF fees, are lower than most banks. Plus, you can take advantage of features like overdraft protection, courtesy pay, direct deposit and more.

Choose the checking account that is right on target. Call the credit union to find out how to open your checking account today.

**Free bill pay with three or more transactions per month.*

*** CO-OP ATM Network offers over 40 ATM locations in Okaloosa County with no surcharge fee and over 800,000 ATM's worldwide. OCTFCU does not charge any per transactions fees.*

We'll help you



Put
it
on
the
house!



- As low as 6.75% APR*
- No closing costs
- Funds ready when you need them
- Only pay interest on the money you use
- Interest may be tax deductible**

* Annual Percentage Rate. Mortgage loans subject to credit approval. Must qualify for a minimum \$10,000 line of credit for no closing cost. Rates are subject to change. Variable rate adjusts to monthly prime rate. Initial rate good for first 6 months then adjusts to prime rate.

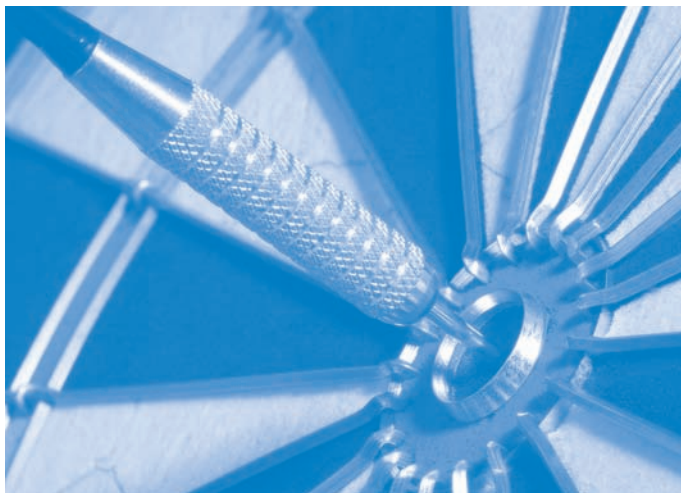
**The interest may be tax deductible. Check with your tax advisor.

Ask about our
Promotional Rate for
Home Equity
Loans

MasterCard — the Smart Summertime Choice

We hope you are planning to get out there and enjoy your summer! When you do, your Okaloosa County Teachers FCU MasterCard® credit card is the smart choice for all of your summer purchases. Our MasterCard credit card is great for traveling — it's accepted worldwide, it's safer to carry than cash, it's easy, it's affordable and it's fast!

Pack your Okaloosa County Teachers FCU MasterCard first for a summer that will be nothing but fun! Call any of our credit union offices to apply for an Okaloosa County Teachers Federal Credit Union MasterCard today!



Our Vacation Club Works So You Can Play

Do you have a tough time coming up with the cash for your summer fun? You need a savings plan that works so you can go out and play. Start right now to make next summer the best you've ever had.

A Vacation Club Savings Account allows you to save a little at a time and keeps your funds separate from your other savings. You can make regular deposits with payroll deduction or deposit funds as you choose. You'll earn competitive dividends and be ready to play when next summer heats up.

Buy now, pay later plans usually end up costing a lot in interest charges. Our save now, play later plan works to make your summer worry-free. Call the credit union to open a Vacation Club Account today.

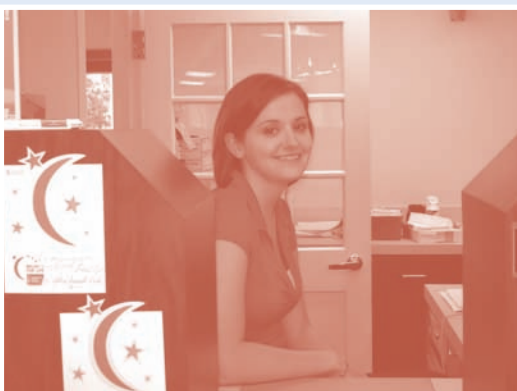


Welcome New Employees

Please join us in welcoming two new employees: Erin Kirchner, Mortgage Coordinator/Loan Processor, and Sarah Yarbrough, Teller. Both Erin and Sarah will serve our members at our Crestview office.



Erin Kirchner



Sarah Yarbrough

What's New For You!

Land Loans

Are you looking to purchase some land? Okaloosa County Teachers FCU now offers land loans. With low rates and fees, our land loans offer an affordable way to purchase property. For more information, call one of our credit union offices.

New and Improved Website

We've made our website better and easier to use. Log on to www.okaloosafcu.org to view the enhanced features.

Fort Walton Beach Branch No Longer Closed for Lunch

Our Fort Walton Beach Branch is no longer closed for lunch. The new hours are Monday – Thursday, 8:30 a.m. – 4:30 p.m., and Friday, 8:30 a.m. – 5:00 p.m.

New ATM at Fort Walton Beach Branch

Our new ATM will be available for use at the Fort Walton Beach Branch in early July. Don't forget to take advantage of this added convenience.

New Niceville Office Coming Soon

Our new Niceville location is scheduled to open in early September. Larger and more conveniently located, the new facility will replace the existing office on Wise Avenue. The new location will be at the Okaloosa County School Board Central Operations Facilities on Highway 85 N.

Serving You More Efficiently

Okaloosa County Teachers FCU is always seeking to improve our service to you. Beginning in Summer 2007, we are implementing new technology that will make transactions more secure and efficient, and will make it possible to speed up the lending process. All new accounts opened will now use document imaging. ID scanning and signature pads for over-the-counter and loan transactions will allow staff to provide quick service and ensure the security of accounts. We will ask members with existing accounts to provide a picture ID for scanning so that we can provide the same security features for their accounts as well. Watch for more details at www.okaloosafcu.org.

Baker Office Expands Hours Of Operations

Beginning August 6, 2007, the Baker office will expand its hours of operations from Wednesday and Friday to five business days a week.

Trevor Finds Pirate Treasure!

Congratulations to our Pirate Coin Contest winner, Trevor Fincannon of Crestview. Seventeen-year-old Trevor won \$50 for guessing closest to the correct number of coins in our pirate loot jar. He guessed 529, and the actual number was 582. When asked what he would do with the money, he said he was going to take his dad out to lunch!



Something for Everyone! Two Special Youth Accounts

Now Available

Now Okaloosa County Teachers FCU has something for everyone! We're kicking off two special programs for our youngest members. All children of credit union members are eligible to become credit union members themselves. And now we are offering something special just for them!

Kirby Kangaroo Club

A special club for children ages 5 – 12, the Kirby Kangaroo Club makes saving fun. Kids are taught the importance of saving through special incentives. Each deposit they make will help them earn fun prizes. The club also features its own interactive website where kids can play games, read stories, tell jokes and download coloring pages.

CU Succeed

Designed for youth between the ages of 13 – 19, CU Succeed features special benefits and educational opportunities. CU Succeed account holders will receive free checks until they reach 20 years of age. The CU Succeed website is fully interactive and offers tutorials on budgeting, tips for buying a car, building credit, the importance of credit, and more.

Watch for a letter coming soon which will provide full details on these exciting new programs from Okaloosa County Teachers FCU.

We're Waiting... So Why Are You?

We're waiting for the chance to offer your family all the same benefits of membership that you enjoy. So what are you waiting for? Why not tell your family that they are eligible to join the credit union?

Tell them all the things you love about Okaloosa County Teachers Federal Credit Union, like:

- Low Loan Rates
- Strong Rates of Return
- Low Fees
- Friendly, Personal Service
- Security
- Convenience
- And Much More

Every day you wait is a day they miss out on value, service, affordability and convenience. They can join the credit union simply by opening a share savings account. Just have them call or come by any of our credit union locations. Make your family part of our family today!



The Credit Union Difference

For many years, banks have been alleging that it's not fair for credit unions to be treated differently than banks when it comes to federal income taxes. What bankers seem to be forgetting, or at least ignoring, is that credit unions are different from banks and thus deserve to be treated differently.

As a credit union member, you've experienced first-hand the differences that make credit unions so unique and valuable to their members. Take a look at just a few:

- **Credit unions are not-for-profit.** Thus, by definition, credit unions are organized so that their "profit" is directed back to their members in the form of lower loan rates and fees and higher rates of return. Banks, on the other hand, are in business to make money for board members and stockholders.
- **Credit unions are owned by the people they serve.** Credit unions exist solely to serve their members, not to make profits for board members or stockholders. Bank customers do not own a financial interest in the bank unless they are also stockholders.
- **Credit union directors are volunteers elected by their peers.** While bank directors are usually paid, credit union directors serve with no compensation.
- **Credit unions share a mission to serve people of modest means.** Credit unions participate in the federal regulator's Access Across America program to bring affordable credit union service to millions of people in underserved areas. Banks offer service based on their bottom line.
- **Credit unions operate under a one member, one vote system.** Each member, regardless of how much he or she has on deposit, has equal voice in director elections. Bank stockholders hold influence based on the total value of their stocks.
- **Credit unions serve a specific group.** Under federal and state law, most credit unions (90%) may only offer membership to individuals who are members of a select group that share some type of common bond. (Employees at a given company are a good example. A credit union can include, subject to regulatory review, any number of these groups.) Banks face no restrictions on who they serve.

What difference do all these differences make to credit union members? A savings of about \$6.3 billion annually due to better rates and fees. That works out to about \$149 a year per credit union household!

We are proud that we are different from banks, and we hope that you are too.

Holiday Closings

Labor Day
September 3

Columbus Day
October 8

Dividends

Dividends were posted to accounts on 6/30/07.

	Annual Percentage Rate	Annual Percentage Yield
Share Accounts	1.75%	1.77%
IRA Share Accounts	1.75%	1.77%
Club Accounts	1.75%	1.77%

**Okaloosa County Teachers
Federal Credit Union**
www.okaloosafcu.org

24-Hour Audio Response
1-800-828-5831

Home Banking
www.okaloosafcu.org

Main Office
1126 North Ferdon Boulevard
Crestview, Florida 32536
(850) 682-2225
FAX: (850) 682-7722
Mon. – Thurs. 8:30 a.m. – 4:30 p.m.
Friday 8:30 a.m. – 5:00 p.m.

Fort Walton Beach Branch
11 N.E. Racetrack Road, Building 1
Fort Walton Beach, Florida 32547
(850) 863-7041 or
(850) 863-7054
FAX: (850) 862-2933
Mon. – Thurs. 8:30 a.m. – 4:30 p.m.
Friday 8:30 a.m. – 5:00 p.m.

Baker Branch
1307-A Georgia Avenue
Baker, Florida 32531
Phone and Fax: (850) 537-9815
Mon. - Thurs. 8:30 a.m. – 4:30 p.m.
Friday 8:30 a.m. – 5:00 p.m.

Closed for lunch daily: 1:00 p.m. – 2:00 p.m.

Niceville Branch
110 Wise Avenue, Suite 1-B
Niceville, Florida 32578
Phone and Fax: (850) 729-3934
Mon. – Thurs. 8:30 a.m. – 4:30 p.m.
Friday 8:30 a.m. – 5:00 p.m.

Closed for lunch daily: 1:00 p.m. – 2:00 p.m.

Board of Directors
Gail Kaltz, Chairman
J.C. Connor, Vice Chairman
Jeanneane Grandstaff, Secretary
Martha Jordan, Treasurer
Eric Garcia
Susan Lowrey
Morris Rogers

Jerry Maughon, President/CEO

**ATM AVAILABLE AT THE
CRESTVIEW AND FORT WALTON
BEACH LOCATIONS.**

