

RCFCU Board Chairman Named Credit Union Person of the Year

*W*e are proud to announce that Ann A. Johnston, Chairman of RCFCU's volunteer Board of Directors, recently received the 1997 Credit Union Person of the Year award. The award was presented by the Northwest Chapter of the North Carolina Credit Union League.



Ann A. Johnston,
RCFCU's Chairman
of the Board of Directors
and 1997 Credit Union
Person of the Year.

During the past four years of her leadership, RCFCU has experienced significant increases in both membership and total assets. In addition,

her innovative thinking has allowed RCFCU to implement new products and services. These additions have given members an opportunity to enjoy superior financial services.

Johnston's motivating force and the visionary role she plays at Reynolds Carolina Federal Credit Union have greatly contributed to the many successes we have had as a credit union.



TWO NEW IRA OPTIONS

RCFCU is pleased to offer two new types of Individual Retirement Accounts (IRAs): the *Roth IRA* and the *Education IRA*. In addition, we continue to offer the Traditional IRA which, in 1998, will have notable changes, including increased deductibility and new penalty-free distribution reasons.

The *Roth IRA* allows for after-tax contributions and tax-deferred earnings. Tax-free distributions may be made after five years for qualifying expenses such as first-time home purchases and those made on or after the member's 59½ birthday. Contributions to the IRA can be withdrawn at any time.

Parents, grandparents, and others can start saving for children's education expenses by using the *Education IRA*. Contributions will be made on an after-tax basis.

The Roth IRA

allows for after-tax contributions and tax-deferred earnings.

Contributions to the Education IRA

are made on an after-tax basis; distributions made for qualifying educational expenses are tax-free.

Earnings growth and distributions made for qualifying educational expenses are tax-free.

Contribution limits and restrictions will apply for both the *Roth* and the *Education IRA*; please consult your tax advisor.

For more information about how to choose the appropriate IRA for your individual situation, please refer to The Safe Passage article on pages 4-5.

Your credit union is dedicated to providing you with the savings opportunities these new IRAs will offer you. If you are interested in opening a *Roth*, *Education*, or improved Traditional IRA,

please stop by any branch or call our Member Services Call Center. Rates for the *Roth & Education IRAs* are provided on page 7.