



Overdraft Options and Protection Services

An overdraft occurs when you do not have enough money in your account to cover a transaction, but your financial institution pays it anyway. At Clinchfield FCU, we can cover your overdrafts in different ways:

1. Overdraft Protection
2. Courtesy Pay on checks/share drafts, ACH/electronic/recurring ATM & Debit transactions, & bill pay transactions
3. Courtesy Pay on non-recurring (one-time) ATM & Debit Card Transactions.

1. Explanation of Overdraft Protection:

Overdraft Protection is automatically offered to all share draft/checking accounts at Clinchfield FCU. With Overdraft Protection, you can link your checking account to other account types at the credit union to transfer the money necessary to cover a transaction when you do not have the funds in your checking account. You can link accounts within or across member numbers as long as you are a signer on each account. There is no charge to sign up for Overdraft Protection. However, if an overdraft transfer occurs from another account, your account will be charged an overdraft protection transfer fee of \$1.00 per transfer.

___ I/we authorize Clinchfield FCU to transfer funds in the event my checking account has an insufficient balance. Please, transfer funds from the accounts listed below according to the following order:

Priority	Member Number	Suffix	Priority	Member Number	Suffix	Priority	Member Number	Suffix
1.			3.			5.		
2.			4.					

If you initiate a transaction, and the funds are not available in your checking account **AND** you have opted-out of Overdraft Protection, we will return the item unpaid (NSF) and your account will be assessed a \$30.00 NSF fee. If you want to opt-out of this service, please check below.

___ I/we authorize Clinchfield FCU to revoke Overdraft Protection services on my share draft/checking account. You may change this option at any time by providing Clinchfield FCU with a written notice.

2. Explanation of Courtesy Pay and How to Opt-Out:

Courtesy Pay is offered to all eligible share draft/checking accounts at Clinchfield FCU. With Courtesy Pay, if you write a check/share draft, Bill Pay, or initiate an electronic funds/ACH transfer/recurring ATM or Debit transaction and the funds are not available in your account or any linked accounts, we may pay the transaction(s) up to a predetermined limit and charge you a Courtesy Pay Fee of \$30.00. There is no daily maximum on overdraft fees. This service does not automatically include Non-Recurring (one-time) ATM & Debit Card Courtesy Pay. If you initiate a transaction, and the funds are not available in your or any linked accounts **AND** you have opted-out of Courtesy Pay, we will return the item unpaid as NSF and your account will be assessed a \$30.00 NSF fee. If you want to opt-out of this service, please check below.

___ I/we authorize Clinchfield FCU to revoke Courtesy Pay services on my share draft/checking account. You may change this option at any time by providing Clinchfield FCU with a written notice.

3. Explanation of Non-Recurring ATM & Debit Card Courtesy Pay and How to Opt-In:

With our ATM & Debit Card Courtesy Pay service, if you initiate a non-recurring (one-time) ATM or Debit Card transaction and the funds are not available in your account or any linked accounts, we may pay the transaction(s) up to a predetermined limit and charge you a Courtesy Pay Fee of \$30.00. There is no daily maximum on overdraft fees. Non-recurring (one-time) ATM & Debit Card Courtesy Pay **is not automatically set up** on your account unless you ask us to sign you up. If you initiate a non-recurring (one-time) ATM or Debit Card transaction, and the funds are not available in your or any linked accounts **AND** you have **NOT Authorized Us** to add ATM & Debit Card Courtesy Pay to your checking account, we will decline the transaction. If you want to authorize us to pay your non-recurring (one-time) ATM & Debit Card transactions, please check below:

___ I/we authorize Clinchfield FCU to add Courtesy Pay services to pay one-time ATM and Debit Card transactions on my share draft/checking account number. You may change this option at any time by providing Clinchfield FCU with a written notice.

PLEASE READ & SIGN ON THE BACK



Overdraft Options and Protection Services

Overdraft Protection Terms & Conditions

- Under a linked account, your share draft/checking account would be connected to another account, so as to automatically transfer funds as needed to avoid overdrafts.
- Clinchfield FCU will advance from any of the Share and/or Share Draft/Checking Account(s), specified in exact increments to cover overdrafts incurred on your checking account.
- The Credit Union may refuse at any time to honor this request should any balance or fees be delinquent or in default on any of my account(s). I acknowledge that a fee may be assessed for each account from which a transfer of funds is made as disclosed in our Fees Schedule.
- Regulations limit savings accounts to a maximum of 6 transfers per month, then an Excessive Savings Withdrawal fee will be assessed.

Courtesy Pay Terms & Conditions

If you write a check/share draft, Bill Pay, or initiate an electronic funds/ACH transfer/recurring ATM or Debit transaction that will overdraw your account, we will either (a) pay the overdraft through Courtesy Pay, or (b) return the item unpaid for nonsufficient funds (NSF).

If we return the item NSF we will charge you an NSF fee.

If you authorize ATM and Debit Card transactions that may overdraw your account, we will either (a) authorize and pay the overdraft through Courtesy Pay, (b) decline the transaction, or (c) post to your account and charge an NSF fee.

If we authorize any type of overdraft we will charge you a Courtesy Pay Fee.

Overdraft fees can be substantial, especially in relation to multiple small overdrafts. Similarly, our NSF fees and the fees imposed by payees when items are returned NSF can also be substantial. Thus, we discourage the intentional and routine writing of checks/share drafts or initiating of electronic funds transfers, or other transactions that will overdraw your account. Courtesy Pay should be used only for occasional and inadvertent overdrafts.

If more than occasional and inadvertent use of Courtesy Pay is anticipated, **we believe you should consider alternatives such as overdraft protection (linked accounts)** to avoid overdrawing your account.

Fees. Refer to our summary of fees & charges for our current fees. Multiple overdraft fees may be charged on a single day.

Categories of Transactions. The categories of transactions for which an overdraft fee may be imposed are those by any of the following means: check/share draft, ACH/electronic transactions, bill pay or other electronic means. The payment of non-recurring (one-time) ATM & Debit Card transactions will not be available unless you authorize us in writing.

Time for Repayment. We reserve the right to require you to pay an overdraft immediately.

Circumstances Under Which We Wouldn't Pay. The circumstances under which we wouldn't pay an item that would overdraw your account are entirely within our discretion, and we reserve the right not to pay. For example, we typically wouldn't pay if the member's account is not in good standing, the member is not depositing regularly, or the member has too many overdrafts. The fact that we may pay one or more items creating overdrafts does not obligate us to do so in the future.

Order of Payment. The order in which we pay checks/share drafts and process other transactions is in the order in which items are received.

Dollar Limit. If we establish a dollar limit for payments resulting in overdrafts on your account, overdraft fees (as well as the amounts of the overdraft items) will apply toward that limit, reducing the amount available under that limit.

NCUA Insurance. Share/Savings Accounts are insured up to \$250,000 and IRA Accounts are insured up to \$250,000 by the National Credit Union Share Insurance Fund (NCUSIF), administered by National Credit Union Administration, a U.S. Government Agency.

The undersigned agree that the Credit Union may rely upon this Authorization until it is revoked or modified in writing by any account owner or an authorized representative, or by court order.

Member Number _____ **Signature** _____ **Date** _____