

Important Information about our Checking Account Overdraft Coverage

We want to educate you on the overdraft coverage available in the event funds do not exist in your checking account to cover a purchase or transaction. We have several ways these transactions can be covered:

- 1) We can set up an Account Transfer from a savings account, and funds will be transferred to cover the transaction that would overdraw your checking account. There is a \$5 fee for the transfer.
- 2) We also have our Overdraft Protection in which we will strive to pay check and auto draft items for you when funds are not available in your account. When an account has insufficient funds, a \$35 fee is charged for every non-sufficient fund item whether the item is paid or returned unpaid. It is the obligation of the institution to operate in accordance with all safety and soundness standards. Therefore, a continual evaluation of all accounts is performed to determine if it is financially sound to honor items that may cause an overdraft situation for a particular account. The account criteria evaluated are:
 - Age of Account
 - Deposits Balances
 - Deposit Regularity
 - Previous Overdraft Activity
 - Account Status relating to any legal or administrative order or levy
 - Status of Loan Obligations with the institution
- 3) We can extend this account feature to your everyday debit and ATM transactions with your acknowledgment. If you choose to request this service and funds do not exist in your account, we will strive to pay those everyday debit purchases. If we do need to cover an item for you, you would be charged a fee of \$35 per transaction that overdraws your account.

The institution is not obligated to cover any items, defined as checks, ATM withdrawals, Point of Sale (POS) or debit card transactions, preauthorized debits, or any other electronic transactions, presented for payment if the account does not contain sufficient collected and/or available funds. Furthermore, service charges assessed against items presented against the account, does not obligate the institution to pay said request for funds, nor does it obligate the institution to provide prior written notice of the decision to refuse payment. Should a check be submitted or a transaction be made for funds exceeding what is available in the account, pursuant to the Membership and Account Agreement, the member is responsible for the amount of any overdraft and applicable fees immediately. It is the obligation of the member to keep their account in good standing with the credit union and to bring their account to a positive balance immediately should an overdraft situation occur, without notice or demand from the credit union.

If the member would prefer that the credit union not honor any items when there are not sufficient funds in the account, the member may opt out of this discretionary service by contacting us and expressing this preference. The member is fully aware that without this

discretionary service or some other form of overdraft protection, such as an account transfer, any items presented that overdraw the account may be returned unpaid with the applicable non-sufficient fund fee charged to the account for each item.

The Membership and Account Agreement prescribes the duties, obligations and rights of the Depositor, as well as the Authorized Signatories and the institution with regard to the account. The terms of the Membership and Account Agreement supersedes this notice in any potential conflict of interests.