

TCT Federal Credit Union Member Overdraft Program Overview and Courtesy Pay Agreement

THIS OVERDRAFT PROGRAM OVERVIEW AND MEMBER COURTESY PAY AGREEMENT DESCRIBES THE CIRCUMSTANCES WHEN THE CREDIT UNION MAY PAY AN OVERDRAFT ON YOUR CHECKING ACCOUNT AND CHARGE A COURTESY PAY FEE TO CLEAR THE OVERDRAFT.

PLEASE REVIEW THIS DISCLOSURE CAREFULLY AND RETAIN IT AS PART OF YOUR TCT FCU ACCOUNT AGREEMENTS.

Overdraft Programs Available at TCT FCU	<p>“Overdraft” means there are insufficient available funds in your checking account to clear an item at the time it is presented, but the item is paid. TCT FCU offers a number of overdraft options to avoid having a check or ACH (electronic account debit) returned for insufficient funds. These overdraft options include: (1) Share Overdraft, (2) Overdraft Line of Credit, (3) Courtesy Pay.</p>			
Overview of Overdraft Programs	<p>No Overdraft Option Chosen</p> <p>If no overdraft option is elected, checks and other items may be paid or returned at our discretion, unless you explicitly opt out. An insufficient funds (NSF) or overdraft fee will be charged per item per time of presentation. Please refer to TCT’s Fee Schedule for current insufficient funds (NSF) and Overdraft fees.</p>	<p>Share Overdraft</p> <p>If this option is elected and there are insufficient available funds in your checking account to cover an item, funds may be transferred from your savings account. Funds will transfer in \$100 increments from your savings to your checking. There is not a fee for this service.</p>	<p>Overdraft Line of Credit</p> <p>An overdraft LOC is a loan which you must apply and be approved for prior to use. If this option is added to your account, funds from your overdraft line of credit may be advanced from the loan and deposited into your checking account to cover transactions. Interest will accrue on your outstanding loan balance. There is not a fee for this service.</p>	<p>Courtesy Pay</p> <p>The Courtesy Pay Program is a service available for members with the Peace of Mind checking account, that generally allows an account to be drawn negative automatically up to a predefined limit. If this option is elected, (1) checks, (2) ACH items (electronic debits), and (3) bill payments may clear even if there are insufficient available funds in your account at the time the item is presented. An overdraft fee will be charged for each item paid. Please refer to TCT’s Fee Schedule for current Overdraft fees.</p>
Courtesy Pay Limitations	<p>The Courtesy Pay program is a checking account benefit available on the Peace of Mind Checking Account only. The predefined limit for Peace of Mind Checking accounts in “good standing” is \$400.00 inclusive of Courtesy Pay fees. Members may opt-out of this feature at any time. “Good Standing” requires that Courtesy Pay overdrafts be paid in a timely manner, all TCT FCU loans are current, and there is no evidence of account abuse or fraud. TCT FCU reserves the right to limit participation, make changes at any time, or discontinue this service without prior notice.</p>			
Item Posting Schedule	<p>The Credit Union may receive multiple deposit and withdrawal transactions on your account through numerous channels throughout each business day. Many checks and other account debits are processed by way of an electronic data file (referred to as a batch). The Credit Union receives electronic data files (batches) throughout the day each business day. Checks drawn on your account that are included in each batch are debited from your account in lowest to highest dollar amount order. ACH transactions are paid in the order that they are received. Debit card transactions may post to your account in real-time. Therefore, your account may be charged multiple overdraft fees per day if there are multiple transactions that overdraft your account.</p>			
Current Balance Vs. Available Balance	<p align="center">Current Balance</p> <p>Your current balance is your account balance at any point in time not taking into consideration any transactions that you may have made but have not cleared your account. Any purchases, holds, fees, pending bill payments, checks written off your account or deposits made into your account that have not yet posted may not be reflected in your current balance.</p>		<p align="center">Available Balance</p> <p>Your available balance is the amount of money in your account that is generally available to you to use. The available balance considers holds placed on deposits and pending transactions (such as pending debit card purchases) that you have authorized but that have not yet posted to your account and deposits, withdrawals and checks that have cleared your account. Your available balance is used to determine if your account is overdrawn.</p>	
	<p><i>It is important to understand the difference between the two balances so that you know how much money is in your account and available for your use at any given time. It is also important to understand that you may still overdraw your account even though the available balance appears to show there are sufficient funds to cover a transaction. It is important to be aware that your available balance may not reflect all of your debit card transactions. For example, if a merchant obtains prior authorization but does not submit the debit card transaction for payment within three (3) business days of authorization, the Credit Union must release the authorization hold on the transaction. The available balance will not reflect this transaction once the hold has been released until the actual transaction has been received by the Credit Union and paid from your account. Also, some merchants, may preauthorize an amount lower or higher than the actual purchase amount, which means the clearing item amount may not match the amount that was pending on your account.</i></p>			
How to Opt-In or Opt-Out of Courtesy Pay Programs	In Person at any branch location.	Via our Website by submitting an electronic form.	Over the telephone by calling (800) 721-8288.	
Important Information Regarding the Courtesy Pay Program	<ul style="list-style-type: none"> You may opt-out of Member Courtesy Pay at any time, but you are responsible for any overdrawn balances at the time of opting out. The Credit Union may approve an overdraft for you in excess of the predetermined amount assigned to your account type. Please note that the amount of the overdraft plus the Courtesy Pay fee per paid item will be deducted from the account. We may refuse an overdraft item at any time even though we may have previously paid overdrafts for you. For example, we typically do not pay overdraft items if your account is not in good standing, or based on our review of your account management, we determine that there is evidence of account abuse or fraud. We have no obligation to notify you before we pay or return any item. Best practice is to review your account via online banking or mobile banking regularly. Low balance alerts can also be set up within online banking. Contact the Credit Union if you would like help with this. The amount of any overdraft including our fee for each item (paid or returned) that you owe us shall be due and payable upon demand no later than 30 calendar days after the creation of the overdraft. If there is an overdraft on an account with more than one owner, each owner and agent, if applicable, shall be jointly liable for all overdraft inclusive of fees. Member Courtesy Pay should not be viewed as an encouragement to overdraw your account. Any account with excessive presentments of unpaid or returned items, may be closed. <p>The best way to know how much money you have and avoid paying overdraft fees is to record and track all of your transactions closely, enter all items in your check register and ensure you are referring to your available balance when determining the amount of funds available for purchases.</p>			

If you have any questions regarding our Overdraft Programs including our Courtesy Pay Program, please stop into any branch or call us at (800) 721-8288.