



1200 East Church Street, Cherryville NC 28021

704-435-0186 --- 1-800-378-1955 --- 704-435-8061 fax --- www.carolinafcu.org

### What You Need to Know about Overdrafts and Overdraft Fees

An overdraft occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:

1. We have standard overdraft practices that come with your account (Courtesy Pay).
2. We also offer overdraft protection plans, such as a line of credit for those who qualify or a link to a savings account which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

This notice explains our standard overdraft practices (Courtesy Pay).

#### What are the standard overdraft practices that come with my checking account?

Courtesy Pay service is added to qualified checking accounts once the account has been open for 60 days. We do authorize and pay overdrafts for the following transactions:

- ACH withdrawals
- Bill Pay transactions
- Checks drawn on your account
- Everyday debit card transactions\*
- ATM transactions\*

No overdrafts will be paid on accounts overdrawn by more than \$300.00. We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction. If we do not authorize and pay an overdraft, your transaction will be declined.

**\*Effective August 15, 2010**, we will be unable to pay overdrafts on your ATM and everyday debit card transactions **unless you authorize us to do so**.

#### What fees will I be charged if Carolina Federal Credit Union pays my overdraft?

Under our standard overdraft practices:

- We will charge you a fee of \$30.00 each time we pay an overdraft.
- There is no limit on the total fees we can charge you for overdrawing your account.

#### What if I want Carolina Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions?

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, complete the form below and return it to Carolina Federal Credit Union branch, email it to [management@carolinafcu.org](mailto:management@carolinafcu.org), or mail it to 1200 East Church St., Cherryville, NC 28021. You can call 1-800-378-1955 (toll free) or 704-435-0186 (Local), if you have additional questions. Please be aware if any person named on the account opts-in all other account holders on the account are assumed to have opted-in.

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\_\_\_\_ Effective August 15, 2010, I **want** Carolina Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions for all my savings and checking accounts.

\_\_\_\_ Effective August 15, 2010, I do not want Carolina Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions for all my savings and checking accounts.

\_\_\_\_\_  
Member's Name (Printed)

\_\_\_\_\_  
Date

\_\_\_\_\_  
Member's Signature

\_\_\_\_\_  
Account Number