



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. This service saves you the embarrassment and inconvenience of a returned item, a returned item fee, as well as, a fee merchants may charge you for items returned to them.

Our standard overdraft practices are outlined below:

We also offer overdraft protection plans, such as a link to a savings account, and overdraft lines of credit, which may be less expensive than our standard overdraft practices. To learn more about these plans, please contact the credit union.

Under our standard overdraft practices:

1) We may authorize or pay overdrafts for the following types of transactions:

- Checks and other transactions made using your checking account number
- Automatic bill payments

2) After August 15, 2010, we will not authorize and pay overdrafts for the following types of transactions unless you authorize us to:

- ATM transactions
- Everyday debit card transactions

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.

3) Below are the overdraft fees when the credit union pays for your overdraft:

- We will charge you a fee of **\$25** each time we pay an overdraft.
- There is no limit on the total fees we can charge you for overdrawing your account.

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, after July 1, 2010, complete the form below, mail it to SEACOAST CU, 887 Lafayette Rd Hampton NH 03842, or present it at a Seacoast CU branch.

___ **I want** Seacoast CU to authorize and pay overdrafts on my share draft (checking) and share (savings) account(s) for ATM and everyday debit card transactions for the account(s) listed below.

___ **I do not** want Seacoast CU to authorize and pay overdrafts on my share draft (checking) and share (savings) account(s) for ATM and everyday debit card transactions for the account(s) listed below. **I understand that this means that transactions will potentially be denied at POS or ATM authorization.**

Printed Name: _____ Signature: _____

Date: _____ Address: _____

Account Number: _____ (Only 1 account per form)



Re: Overdraft Service

Dear Member,

Thank you for your continued membership with Seacoast Credit Union. You are a valued member and we appreciate the opportunity to provide you with the financial services you require. The Federal Reserve Board recently passed new regulations requiring all financial institutions to obtain an "Opt-In" form from account holders to continue providing Overdraft Services on ATM and one-time debit card transactions clearing your account.

If we do not receive your signed "Opt-In" form, your current overdraft services with Seacoast Credit Union will soon not cover ATM and one-time debit card transactions. Please note the new regulations do not affect the current overdraft services that are provided on your ACH or Paper Check transactions. The changes will begin to affect your account on July 1, 2010. Providing Seacoast Credit Union with the "Opt-In" form before July 1, 2010 you can ensure that you do not experience any changes in the services you are presently receiving. You have the option to opt-in or opt-out at anytime by notifying us in writing.

If you do not provide Seacoast Credit Union with the "Opt-In" form, your ATM and Debit Card transactions will no longer be authorized if funds are not available. All transactions will be handled within the existing policies of your account.

You will receive confirmation that we have received your form. If you would like to receive it via email, please clearly print your email address on the form you return and we will take that as your authorization to receive it electronically.

In order to continue receiving the overdraft services that you currently receive, please complete the "Opt-In" form and return it by fax 603-929-4001, by mail to 887 Lafayette Rd Hampton, NH 03842 or stop by one of our offices. The enclosed Opt-In form and overdraft services information will provide you with more details about Seacoast Credit Union's overdraft procedures. If you have any questions, feel free to call our Member Service Representatives at 603-926-5653 or 603-418-0234.

Sincerely,

The Staff at Seacoast Credit Union