



Discretionary Courtesy Pay Policy and Application

Having a check returned due to insufficient funds can be a costly and humiliating experience, which is why we provide Courtesy Pay (Overdraft Protection Program).

Courtesy pay gives you an added level of protection against unanticipated cash flow emergencies and account reconciliation errors. At Twin Rivers Federal Credit Union, we do not encourage overdrafts; as always, we encourage you to manage your finances responsibly. The purpose of this service is to save you from the embarrassment, additional merchant fees or other problems that might result if a transaction item is denied because insufficient funds are in your checking account.

The Membership Account Agreement and Disclosure provided to you at the time you opened your account with us controls the duties, obligations and rights of the Depositor, the Authorized signatories and Twin Rivers Federal Credit Union with regard to your share draft (checking) account. The Membership Account Agreement (and all amendments thereto) and its terms shall control any possible conflict between any provision of this Discretionary Courtesy Pay Policy and the Membership Account Agreement and Disclosure. A copy of the Membership Account Agreement and Disclosure is available to you on request.

Courtesy Pay is not a line of credit. However, if you inadvertently overdraw your account, we will have the discretion to pay the overdraft, subject to the limit of your Courtesy Pay and the amount of the overdraft fee. Twin Rivers Federal Credit Union is not obligated to pay any item presented for payment if your account does not contain sufficient available funds. Any discretionary payment by Twin Rivers Federal Credit Union of an overdraft (or item, such as an ATM withdrawal) does not obligate Twin Rivers Federal Credit Union to pay any other overdraft (or item), or to provide prior notice of its decision to pay such.

Pursuant to Twin Rivers Federal Credit Union's commitment to always provide you with the best level of service, if your account is open for at least thirty (30) days and you maintain your account in good standing, which includes at least:

- a) Bringing your account to a positive balance within every thirty (30) day period for a minimum of 24 hours;
- b) Not being in default on any loan or other obligation to Twin Rivers Federal Credit Union; and
- c) Not being subject to any legal or administrative order by levy.

Twin Rivers Federal Credit Union will have the discretion to pay overdrafts within the Courtesy Pay limits, but payment by Twin Rivers Federal Credit Union is a discretionary courtesy and not a right of the member or an obligation of Twin Rivers Federal Credit Union. This privilege for member share draft accounts will generally be limited to a maximum of \$500 overdraft (negative) balance. Any and all fees and charges, including without limitation the non-sufficient funds fees (as set forth in our fee schedules and deposit account agreement and disclosure), will be included as part of this maximum amount. It

may be possible that your account will become overdrawn in excess of the Courtesy Pay amount as a result of the assessment of a fee.

The total of the discretionary Courtesy pay (negative) balance, which includes any and all fees and charges, including all non-sufficient funds/overdraft fees is due and payable upon demand, and Depositor and each Authorized Signatory will continue to be liable, jointly and separately, for all such amounts, as described in the Deposit Account Agreement and Disclosure. Our standard Overdraft fee of \$30.00 will be imposed for overdrafts created by checks, ACH, ATM withdrawals, everyday debit card transactions, in-person withdrawals, or by other electronic means. Transactions may not be processed in the order in which they occurred, and the order in which transactions are received and processed may impact the total amount of fees incurred.

Limitations: Courtesy Pay is a non-contractual courtesy that is available to individually/jointly owned accounts in good standing for personal or household use. Twin Rivers Federal Credit Union reserves the right to limit participation to one account per household and to discontinue this service without prior notice.

There is no additional cost associated with this privilege unless you use it. You may opt out of the Courtesy Pay Program at any time, but you are responsible for any overdrawn balances at the time of opting out.

Each monthly statement will summarize the total amount of Courtesy Pay fees assessed for each month, as well as the year-to-date total of fees.

For our consumer members Twin Rivers Federal Credit Union will not pay overdrafts for ATM or everyday debit card transactions after August 15, 2010 unless Twin Rivers Federal Credit Union has provided you with the notice required by section 205.17(b) of Regulation E and you have opted in to the payment of these overdrafts. In order to avoid overdrafts due to ATM and everyday debit card transactions Twin Rivers Federal Credit Union will place a hold on your account for any ATM or everyday debit card transaction authorized until the transaction settles. ATM and everyday debit card transactions usually settle within two business days after the transaction is authorized. The amount of the hold will be for the amount authorized, or as permitted under applicable payment network rules. Holds on authorized ATM and everyday debit card transactions will be removed prior to settlement where required by applicable payment network rules.

In addition, you may opt out of the Courtesy Pay services for check, ACH and debit card bill payment transactions at any time by contacting one of our Member Service Representatives.

Courtesy Pay Application

Date _____

Name _____ Account # _____

Do you currently have overdraft protection? Yes / No

Direct Deposit? Yes / No Amount \$ _____

Source of Direct Deposit _____

If you do not have direct deposit, check here to receive up to \$300.00 of protection _____

**My signature acknowledges my request for Courtesy Pay.
If approved, I agree to the terms and conditions as stated:**

If I carry a negative balance for more than 30 days, Twin Rivers FCU reserves the right to remove Courtesy Pay from my account. If two direct deposits are attached to the account, only one is available for Courtesy Pay service. There is a \$30.00 fee for each check, ATM withdrawal, point-of-sale and/or ACH debit paid against insufficient funds. The fee is subject to change at any time. Upon reaching the transaction limit of six automated transfers per month set by Reg. D, courtesy pay will be activated.
I am at least 18 years of age.

Account owner signature / receipt of disclosure

Date

Secondary account owner

Date