



Mistakes can happen, but with Courtesy Pay you can help ensure your checking account is covered. Opt-in today!

What does this mean for you?

If you...	Then:	Should you Opt-In?
Never overdraw your checking account.	This does not affect you, but opting-in is a great idea in case it happens. Opting-in will not generate new fees.	Yes
Occasionally overdraw your checking account.	If you choose not to opt-in, any overdrafts after that date may not be honored. You will not incur any fees from FRFCU, but your merchant may charge you a returned item fee and your transaction may be declined on the spot.	Yes
Have overdrawn your account several times.	If you do not opt-in we will not be able to continue covering overdrafts. You could incur charges from merchants and have transactions declined.	Yes

Take advantage of this convenient service by letting us know.

If you do not opt-in we will not be able to authorize certain types of debit and ATM card overdrafts without your consent.

The Courtesy Pay Opt-In Form contains specifics about this program and the opt-in form. Complete this form by providing the date, your name, account number and your signature.

NOTE: you may revoke your consent at any time simply by contacting us.

COURTESY PAY OPT-IN FORM

Information Regarding 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 for you. We can cover your overdrafts in two different ways:

1. We have standard overdraft practices that come with your account.
2. We also offer overdraft protection plans, such as a link to another account or line of credit, which may be less expensive than our standard practices. Ask a Member Service Representative for more details.

This notice explains our standard overdraft practices.

➤ **What are the standard overdraft practices that come with my account?**

We do authorize and pay overdrafts for the following types of transactions:

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

We do not authorize and pay overdrafts for the following types of transactions unless you opt-in to Courtesy Pay (see below):

- 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.

➤ **What fees will I be charged if Financial Resources Federal Credit Union pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee up to **\$30.00** each time we pay an overdraft.
- The maximum number of overdraft items, returned items and uncollected funds fees is six (6) per day.

➤ **What if I want Financial Resources to authorize and pay overdrafts on my ATM and everyday debit card transactions?**

To authorize Financial Resources Federal Credit Union to pay your overdrafts on ATM and everyday debit card transactions call us at 1-800-933-3280, or complete the form below, detach it and present to a Member Service Representative at any of our branches or mail it to:

Financial Resources Federal Credit Union
Attn: Retail Operations
520 Route 22 East, First Floor
Bridgewater, NJ 08807

By checking this box, I opt-in to authorize Financial Resources Federal Credit Union to pay overdrafts on my ACH transactions, ATM and/or everyday debit card transactions, and checks.

Date: _____

Account Holder Name: _____

Account Number: _____

OVERDRAFT PRIVILEGE SERVICE POLICY

Financial Resources FCU (“we, us or our”) offers the Overdraft Privilege Service. If your account qualifies for Overdraft Privilege, we will consider, without obligation on our part, paying items for which your account has insufficient or unavailable funds, instead of automatically returning those items unpaid. This document explains how Overdraft Privilege operates.

Transactions that May Qualify for Overdraft Privilege

An overdraft occurs when you do not have enough money in your account to cover a transaction. Although there are many reasons why your account might become overdrawn, most overdrafts result from the following:

- a) You write a check, swipe your debit card or initiate an electronic funds transfer in an amount that exceeds the amount of funds available in your account;
- b) You deposit a check or other item into your account and the item is returned unpaid, which causes a negative balance in your account once your balance is reduced by the amount of the returned check;
- c) You have inadequate funds in your account when we assess a fee or service charge; or
- d) You initiate a transaction before funds deposited into your account are "available" or "finally paid" according to our Funds Availability Policy. For example, if you deposit a check into your account, the proceeds of that check may not be available to you for up to five days after you deposit the check. If you do not have sufficient funds in your account—independent of the check—to cover the transaction, you will incur an overdraft.

The Overdraft Privilege Service applies to a variety of transactions, including checks and other transactions made using your checking account number, automatic bill payments, ATM transactions and everyday debit card transactions; however, we will not include ATM and everyday debit card transactions within our Overdraft Privilege Service without first receiving your affirmative consent to do so. Absent your affirmative consent, ATM and everyday debit card transactions generally will not be paid under Overdraft Privilege. (Business accounts do not require account owner consent to honor ATM and debit card transactions).

Participation in Overdraft Privilege is not mandatory. You may opt-out of the service any time by notifying one of our service representatives. Furthermore, you may revoke your affirmative consent to have ATM and everyday debit card transactions considered for payment under Overdraft Privilege without removing other items from the service. Simply inform us of your preference.

As noted above, we retain full discretion to decline to pay any item under the Overdraft Privilege Program. This means we can refuse to pay any overdraft for any reason. Even if we decide to pay an overdraft item, absent an agreement to the contrary, such payment does not create any duty to pay future overdrafts. If we do not authorize and pay an overdraft, your transaction will be declined and we may assess NSF fees on your account in accordance with your account agreement and the fee schedule in effect at the time of the overdraft.

Fees

For each overdraft we pay, we will charge the standard per item overdraft fee set forth in our fee schedule (currently **\$30.00**). We will notify you by mail if we pay or return any insufficient or unavailable funds items on your account; however, we have no obligation to notify you before we pay or return any item. The amounts of any overdrafts, including our fees, are due and payable immediately or on demand.

Transaction Clearing Policy

Transactions may not be processed in the order in which they occur. The order in which transactions are received by the institution and processed can affect the total amount of fees incurred by the consumer.

Accounts Eligible for Overdraft Privilege

Overdraft Privilege is a discretionary service and is generally limited to an \$800 overdraft (negative) balance for eligible personal checking accounts; or a \$1,500 overdraft (negative) balance for eligible business checking accounts. Please note that per item insufficient and/or overdraft fees count toward your Overdraft Privilege Limit. We may in our sole discretion limit the number of accounts eligible for Overdraft Privilege to one account per household or per taxpayer identification number. Further, Overdraft Privilege is usually extended only to accounts in good standing. An account in good standing exhibits, but is not limited to, the following characteristics:

- a) The account has been open for at least thirty (30) days;
- b) The account has deposits totaling at least \$250 or more within each thirty (30) day period;
- c) The account demonstrates consistent deposit activity;
- d) The account owner is current on all loan obligations with us; and
- e) The account is not subject to any legal or administrative order or levy, such as bankruptcy or tax lien.

We offer other overdraft protection services in addition to Overdraft Privilege. These include an overdraft line of credit and overdraft protection linked to another account of yours with us, such as a savings account. If you apply and are approved for these optional services, you may save money on the total fees you pay for overdraft protection services.

Overdrafts should not be used to pay ordinary or routine expenses and you should not rely on overdrafts as a means to cover these expenses. If at any time you feel you need help with your financial obligations, please contact one of our member service representatives at your local branch office at 1-800-933-3280.