



## **COURTESY PAY DISCLOSURE**

Courtesy Pay is a service that allows us to pay an item presented for payment against a member's checking account even if it causes the available balance in the account to become overdrawn. The disclosures contained herein represent changes in the terms and conditions of your Checking Account. To the extent these disclosures are inconsistent with the terms and conditions of any of those account agreements, these disclosures govern.

Courtesy Pay may provide certain account holders who maintain their accounts in "good standing" with the ability to overdraw their personal checking account up to \$1,000.

If a member is 18 or older and the account has been maintained in good standing, defined as: A) Making regular deposits sufficient to cover transactions; B) Bringing the available balance in the account to a positive balance – meaning not overdrawn for more than 30 days consecutively and; C) The account is not the subject of any legal process, we may, at the Credit Union's sole discretion, pay overdrafts up to the limits mentioned above, including our normal Non-Sufficient Funds Fee.

Courtesy Pay offers additional flexibility and convenience in managing account holder funds, and provides peace of mind knowing that overdrafts may be paid up to the authorized overdraft limit.

This non-contractual courtesy of paying overdrafts requires no account holder action. It costs nothing unless the courtesy is used by initiating checks, electronic fund transfers, ATM/Debit transactions or other payments or withdrawals for more than what is on deposit in the account. However, ATM/Debit transactions require the Reg E Opt-In disclosure be signed allowing ACCU to authorize and pay overdrafts on ATM/Debit transactions. If you maintain the account in good standing and have need for this "courtesy", we may, at our sole discretion, pay the items up to the authorized limit, and we will charge the account our normal Non-Sufficient Funds Fee for each item that overdraws the account. We will notify you when an overdraft occurs.

Courtesy Pay allows Alliance Catholic Credit Union to provide a higher level of service to our members by helping to protect their account and reputation when an inadvertent overdraft occurs.

If you have or obtain an Overdraft Protection Line of Credit, we will cover the overdrawn amount from your available line of credit in accordance with the terms and conditions of the Overdraft Line of Credit Agreement before we pay an overdraft under Courtesy Pay. If you do not have an Overdraft Protection Line of Credit, or your Overdraft Protection Line of Credit does not have enough available to cover the overdrawn amount, we will make a transfer from available funds in regular share savings to cover the overdraft in accordance with the provisions of your account agreement before we pay an overdraft under Courtesy Pay.

Please read the policy on the back of this document, to further clarify any questions you may have. If you still have questions, please call Member Service at 1-877-950-2228.

## **COURTESY PAY OVERDRAFT POLICY**

It is the policy of our Credit Union to comply with applicable laws and regulations, and to conduct business in a SAFE and SOUND manner.

Insufficient available balances may result from; A) Check payments, electronic funds transfer, ATM/Debit transactions or other withdrawal requests; B) Payments authorized by account holder; C) Unpaid return of items deposited by the account holder; D) Imposition of Credit Union service charges; E) Deposit of items which according to the Credit Union's Funds Availability Policy, are treated as not yet "available" or finally paid.

**We are not obligated to pay any item presented for payment if the available balance in the account does not contain sufficient collected funds.** However, if the account holder is 18 or older and maintains the account in good standing, defined as; A) Making regular deposits sufficient to cover transactions; B) Bringing the available balance in the account to a positive balance – meaning not overdrawn for more than 30 days consecutively and C) The account is not the subject of any legal process, we may at the Credit Union's sole discretion, pay reasonable overdrafts as a non-contractual courtesy. Generally, we will not pay overdrafts in total excess of \$1,000 for personal checking accounts. These limits include our Non-Sufficient Funds Fee.

We may refuse to pay an overdraft at any time, even though we may have previously paid the overdrafts. The account holder will be notified of any Non-Sufficient Fund items paid or returned in the manner to which they have agreed. However, we have no obligation to notify the account holder before we pay or return an item. The amount of any overdrafts, plus our Non-Sufficient Funds Fee that the account holder owes us is due and payable upon demand. If we pay an overdraft on an account with more than one (1) owner on the signature card, each owner, and/or agent where applicable, drawing/presenting the item, thereby creating the overdraft, are jointly and severally liable for such overdrafts plus our Non-Sufficient Funds Fee.

**Limitations:** This feature is available only on personal Share Draft accounts (excluding Money Market accounts) for personal and household use. We **will** limit the Courtesy Pay exposure to a maximum of \$1000 per primary account holder, as identified by social security number. Additionally, we reserve the right to not approve any overdrafts against any account until we can verify that the account is being maintained in good standing, as defined above.

**Account Fees:** Whether we pay or return a Non-Sufficient Funds item, a per-item fee will be charged to your account as a Non-Sufficient Funds Fee, as set forth in our Fee schedule. Members must opt-in to overdraft fees on ATM and one-time Debit Card transactions per Reg E effective July 1, 2010 for new members and August 15, 2010 for existing members.

**Courtesy Pay Disclaimer:** The Credit Union's Courtesy Pay Plan is a non-contractual courtesy and is discretionary. It is not an obligation of the Credit Union and the Credit Union may refuse to provide the courtesy on any personal checking account at any time and from time to time. The account holder does not have a contractual right to Courtesy Pay and courtesy payment is not guaranteed by the Courtesy Pay Plan.

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