

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.
2. We also offer overdraft protection plans, such as a link to a share 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.

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

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

- Share draft checks and other transactions made using your checking account number
- Automatic bill payments
- ACH transactions

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

- ATM transactions
- One-time 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 Perry Point Federal Credit Union pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee of up to **\$28.00** 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 Perry Point Federal Credit Union to authorize and pay overdrafts on my ATM and one-time debit card transactions?**

If you want us to authorize and pay overdrafts on ATM and one-time debit card transactions after August 15, 2010, complete the form below and present it at our office, fax it to us at 410-642-2495, or mail it to: Perry Point Federal Credit Union, PO Box 5, Perry Point, MD 21902-0005.

July 2010

If there are multiple owners on the ATM and/or debit card account, either account owner can act on behalf of all owners on this account. Only one account owner signature is needed to add or remove the overdraft coverage.

_____ I want Perry Point Federal Credit Union to authorize and pay overdrafts on my ATM and one-time debit card transactions. I understand I will be charged fees as listed above.

_____ I do not want Perry Point Federal Credit Union to authorize and pay overdrafts on my ATM and one-time debit card transactions.

I have the right to revoke this coverage at any time by contacting the Credit Union in writing.

Printed Name: _____ Account Number: _____

Signature: _____ Date: _____

FOR OFFICE USE ONLY: Date received: _____ Date processed: _____ Initials: _____