

OVERDRAFT TRANSFER PROTECTION AUTHORIZATION

We offer several overdraft options that automatically transfer funds to pay checks, ACH and debit card items, which may otherwise be returned for non-sufficient funds. Overdraft protection is used in conjunction with your checking account at Rancho Federal Credit Union. When your items are paid, this service will help save you the embarrassment and additional fee by the merchant.

1. Overdraft Transfer Protection – When a checking account is opened, it is our standard procedure to setup Overdraft Transfer protection from the regular savings account, suffix (00), of the same account number where the new checking is opened. 3 (three) fee free automatic transfers are provided each month.

2. Additional Overdraft Transfer Protection is available from available funds from other savings within the same account, or from a different account you have at Rancho FCU, as long as you designate and authorize those accounts and shares below.

Additional O/D Transfer Protection Request for Checking Account # _____

Please indicate in order:

- | | |
|----------------------------------|--------------------------|
| 1. Transfer from Account # _____ | Savings Share ID # _____ |
| 2. Transfer from Account # _____ | Savings Share ID # _____ |
| 3. Transfer from Account # _____ | Savings Share ID # _____ |
| 4. Transfer from Account # _____ | Savings Share ID # _____ |

In the event of an overdraft in my checking account, I authorize Rancho Federal CU to transfer available funds to pay items from the savings and account(s) in the order above. I understand that I will receive up to 3 (three) fee free Overdraft Transfers per month and after that each Overdraft Transfer is \$2.00 each.

If there are insufficient funds in the sources selected, the item(s) will be returned and an NSF fee will be accessed for each item. If presentation of an item is done multiple times, more than one fee may be charged for the same item. This authorization is to remain in full force and effect until I provide Rancho FCU with a written authorization requesting otherwise.

Account #: _____ Print Name: _____

Date: _____ Signature: _____

3. Standard Overdraft Courtesy Pay Protection – It is our practice to provide Standard Overdraft Courtesy Pay Protection with a limit of \$100 to all new eligible Checking accounts. Based on account history and after 90 days of maintaining an active Checking account in good standing, the Overdraft Protection (ODP) limit may be increased to \$500. After 6 months of good Checking account maintenance, the ODP limit may be increased to \$750. The courtesy pay fee per item is equivalent to an NSF fee; however, unlike a returned item/NSF fee, the item(s) is paid.

4. Extended Overdraft Courtesy Pay Protection – With Extended Coverage, **ATM withdrawals and everyday Debit Card transactions** will be included with this service. To authorize extended coverage, complete the reverse side of this form.

THIS NOTICE EXPLAINS OUR OVERDRAFT COURTESY PAY PROTECTION PROGRAM

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 offer overdraft transfer, which automatically transfers funds to your checking account from other accounts you may have at Rancho FCU. To learn more, ask us about these plans.
2. We have standard overdraft practices that comes with your account. We call this **Overdraft Courtesy Pay Protection**.

➤ **What is Standard Overdraft Courtesy Pay Protections that come with my account?**

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

- Checks
- ACH- Automatic Debits
- Recurring Debit Card Payments
- Online Bill Pay Items
- Internet Banking Transfers
- Telephone Banking Transactions
- Teller Window Transactions
- In-Person Cash Withdrawals

We will not authorize and pay overdrafts for the following types of transactions without your **PRIOR** consent:

- 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.

➤ You must deposit the full amount of the overdraft balance within thirty (30) consecutive calendar days, including any fees assessed, and maintain a positive balance for at least one business day to continue to receive Overdraft Courtesy Pay Protection.

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

- We will charge you a fee of up to **\$29** each time we pay an overdraft.
- There is a limit of 5 Overdraft Courtesy Pay fees (\$145.00) per day on the total fees we can charge you for overdrawing your account.

An Overdraft Courtesy Pay service fee will be charged to your checking account for each overdraft item that is cleared on your checking account through the Overdraft Courtesy Pay Protection service. If presentation of an item is done multiple times, more than one Overdraft Courtesy Pay fee may be charged on the same item.

Rancho FCU will not pay items if your account does not have available funds (including the Overdraft Courtesy Pay Protection limit) to cover the item(s) and the amount of any fee(s).

➤ **What if I want Rancho Federal Credit Union to EXTENDED coverage to authorize and pay overdrafts on my ATM and everyday Debit Card transactions?**

If you want us to EXTENDED coverage to authorize and pay overdrafts on ATM and everyday Debit Card transactions, complete the form below and present it at a branch or mail it to: PO Box 2728 Downey, CA 90242, or call (866) 855-9050 . You can revoke your authorization for Rancho Federal Credit Union to pay these overdrafts at any time by any of the above methods. Your revocation must include both your name and your account number so that we can properly identify your account.

Initial for EXTENDED COVERAGE

_____ I want Rancho FCU to authorize and pay overdrafts on my ATM and everyday DEBIT CARD transactions.

Account #: _____ Print Name: _____

Date: _____ Signature: _____