



Options for Covering Unexpected Overdrafts

Dear Member/Account Owner,

Life happens! Emblem Credit Union understands that unexpected overdrafts occur from time to time. Overdraft Coverage can help.

Overdraft Coverage Options

The choice is yours. Consider these ways to cover overdrafts:

Service	Cost
Overdraft Transfer (from linked deposit accounts at Emblem Credit Union) ¹	No Transfer Fee
Overdraft Protection Loan ²	Interest (Annual Percentage Rate)
Overdraft Privilege	\$20.00 Overdraft Fee/Item

¹Transfers from the primary share account are automatic. Automatic transfers from accounts other than shares are optional and require a signed request. Call us at (256) 543-7040 or (800)470-0704 or visit a branch to sign up for these services.

²Subject to credit approval. Rate based upon each individual borrower's credit history and other underwriting factors at time of application.

Overdraft Coverage services apply to all transactions and may help prevent overdrafts by automatically transferring funds to your checking (share draft) account from another account or line of credit you may have at the Credit Union for a fee or finance charge. Please note that Overdraft Protection Loans are subject to credit approval.

Overdraft Privilege allows you to overdraw your account up to the disclosed limit for a fee in order to pay a transaction. Even if you choose other overdraft coverage options, Overdraft Privilege is still available as secondary coverage if the other protection source is exhausted. **If you meet the qualifications when your account has been open for ninety (90) days and is considered to be in good standing, you will automatically be given access to Overdraft Privilege in the amount of seven hundred and fifty dollars (\$750.00).**

Transactions Covered with Overdraft Privilege	Standard Coverage	Opted in to ATM and One-Time Debit Card Transactions (Consent Required)*	Overdraft Plus
			If you would like to opt in to coverage for future ATM and one-time debit card transactions:
Checks	X	X	<ul style="list-style-type: none"> opt in as you apply to open your account via our online application portal, visit any branch location, call us at (256) 543-7040 or (800)470-0704, write us at P.O. Box 1400, Gadsden, AL 35902
ACH - Automatic Debits	X	X	
Recurring Debit Card Payments	X	X	
Online Bill Pay Items	X	X	
Internet Banking Transfers	X	X	
Telephone Banking	X	X	
Teller Window Transactions	X	X	
ATM Transactions		X*	
Everyday Debit Card Transactions		X*	

*If you choose to opt in to coverage of these items for your consumer account, **ATM (Automated Teller Machine) withdrawals and everyday debit card transactions** will be included with the transactions listed under Standard Coverage. These restrictions do not apply to business accounts.

You can discontinue the Overdraft Privilege in its entirety by contacting us at (256) 543-7040 or (800)470-0704 or by visiting any branch.

What Else You Should Know

- A link to another account or a loan/line of credit is a less expensive option than an overdraft. A single larger overdraft will result in just one fee, as opposed to multiple smaller overdrafts. Good account management is the best way to avoid overdrafts. Use our Online/Mobile Banking and iTalk telephone banking services to keep track of your balance.
- The \$20.00 Overdraft Fee is the same fee amount that is charged if a check is returned as unpaid. If multiple items overdraw your account on the same day, each item will be assessed an appropriate Overdraft Fee or an Insufficient Funds Fee of \$20.00. All fees and charges will be included as part of the Overdraft Privilege limit amount. Your account may become overdrawn in excess of the Overdraft Privilege limit amount as a result of a fee.
- In general, we pay items as follows: checks are paid in order of lowest to highest dollar amount, ACH items in each presentment file post credits first, then debits paid lowest to highest dollar amount, ATM and Point-of-Sale (POS) items are paid in the order they are presented. Transactions performed in person such as deposits, withdrawals, or checks cashed at one of our locations or a shared branch, are generally posted at the time they are performed. Please refer to the account agreement and disclosures governing your account for a complete description of the payment order of your transactions. Exceptions to this order may occur. Holds on funds (described below) and the order in which transactions are posted may impact the total amount of Overdraft Fees, Return Item Fees, and/or Insufficient Funds Fees assessed.
- Any item or transaction can be presented for payment multiple times, which is beyond the control of the Credit Union. Each presentment will be charged a separate Overdraft Fee even though it may be for a repeat presentment.
- Although some payment system rules obligate the Credit Union to pay some unauthorized debit card transactions, we will not authorize debit card or ATM transactions unless there are available funds (including Overdraft Coverage Options) to cover the transactions and any applicable fee(s).
- Giving us your consent to pay one-time debit card and ATM overdrafts may result in you incurring Overdraft Fees for transactions that we would otherwise be required to pay without assessing an Overdraft Fee; however, this would allow us to authorize transactions up to the amount of your Overdraft Privilege limit and may also help you avoid overdrafts in excess of your available funds that could result in restriction of your debit card.
- The Credit Union authorizes and pays transactions using the available balance in your account. The available balance is comprised of the ledger balance (collected funds) less any debit card holds, and does not include any deposited funds on hold. We may place a hold on deposited funds in accordance with the account agreement and disclosures governing your account. If the funds in the available balance are not sufficient to cover a transaction, any available overdraft protection and/or the amount of the Overdraft Privilege limit, may be used to authorize and pay a transaction.
- The Credit Union will place a hold on your account for any authorized debit card transaction until the transaction settles (usually within two business days) or as permitted by payment system rules. In some cases, the hold may exceed the amount of the transaction. When the hold ends the funds will be added to the available balance in your account. If your account is overdrawn after the held funds are added to the available balance and the transaction is posted to the available balance, an Overdraft Fee may be assessed.
- Except as described in this letter, the Credit Union will not pay items if your account does not contain available funds (including the Overdraft Privilege limit) to cover the item(s) and the amount of any applicable fee(s).
- We may restrict your debit card use if you incur overdrafts in excess of the available funds in your account, including any Overdraft Privilege limit.
- Overdraft Privilege is not a line of credit; rather, it is a discretionary overdraft service that can be withdrawn at any time without prior notice.
- Overdraft Privilege may be discontinued if you default on any loan or other obligation to us, your account becomes subject to any legal or administrative order or levy, or if you fail to maintain your account in good standing by not bringing your account to a positive balance within thirty (30) days, or as otherwise described in the Discretionary Overdraft Privilege Policy.
- All account owners will continue to be liable, jointly and severally, for all overdraft and fee amounts. The total (negative) balance, including all fees and charges, is due and payable upon demand.

If you have any questions about Overdraft Coverage services or Overdraft Privilege, please call us at (256) 543-7040 or (800)470-0704 or visit a branch.

Sincerely,

Emblem Credit Union