

## WHAT YOU NEED TO KNOW ABOUT OVERDRAFTS & OVERDRAFT FEES

An **Overdraft** occurs when you do not have enough money in your checking account at Ocean Financial Federal Credit Union ("Ocean Financial FCU," "we," "us") to cover a transaction, but we pay it anyway. We can cover your overdrafts in three ways:

- 1 We have **Standard Overdraft Practices** that come with your account, as explained below.
- 2 We offer **Courtesy Pay** overdraft coverage if you want us to pay overdrafts arising from your ATM withdrawals and everyday debit card purchases.
- 3 We also offer Overdraft Protection, a service that allows you to link any or all of your member share/savings account(s), overdraft lines of credit and/or overdraft savings to cover overdrafts, which may be less expensive than our standard Overdraft Practices. To learn more, ask us about how to enroll in our Overdraft Protection program.

### STANDARD OVERDRAFT PRACTICES

#### What are the Standard Overdraft Practices that come with my Ocean Financial checking account?

As a general rule, we **do not** authorize and pay overdrafts for any type of transaction; however, we **may** authorize and pay overdrafts for the following types of transactions:

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

We do not authorize and pay overdrafts for the following types of transactions, unless you enroll in Courtesy Pay and ask us to make such payment in writing (Please request our Courtesy Pay enrollment Form):

- ATM Transactions
- Everyday debit card transactions.

We pay overdrafts at our discretion. This means that we do not guarantee that we will authorize and pay an overdraft for any type of transaction. If we do not authorize and pay an overdraft, your transaction will be declined.

### FEES

#### What fees will I be charged with if Ocean Financial pays my overdraft?

Under our **Standard Overdraft Practices**, if you choose one of the choices below:

- For Line of Credits (LOC), you will not be charged a transfer fee however the amount advanced will be subject to your effective interest rate.
- For Savings, transfers are subject to a \$4 transfer fee per overdraft.
- For VISA Credit Card, you will not be charged a transfer fee however the amount advanced will be subject to your effective cash advance interest rate.
- We will generally limit overdrafts in your checking account to a negative balance of \$300.\*

\*Accounts should be brought current within 30 days.



MEMBER NAME: \_\_\_\_\_ MEMBER NO.: \_\_\_\_\_

Please indicate below the order in which you would like to set up Overdraft Protection. Choose 1, 2, or 3 options:

\_\_\_\_ **Line of Credit**

\_\_\_\_ **Savings**

\_\_\_\_ **VISA Credit Card**

We will first look to pay the overdraft from any single linked account with a sufficient balance or available credit. If this cannot be done, we will look at the balances in your linked accounts in the order you selected.

I CHOOSE NOT to protect my Ocean Financial account with overdraft protection.

\_\_\_\_\_  
Member Signature

\_\_\_\_\_  
Date