

## Reliant Federal Credit Union

### Overdraft Protection Options & Courtesy Pay

Thank you for opening your checking account with Reliant Federal Credit Union. We offer several options for overdraft protection. You may sign up for more than one option depending upon your individual needs. Please let a Member Service Representative know how you would like your checking account protected. Your options are as follows:

#### Overdraft Protection through Savings

Overdraft protection using your savings account is not only free, but it's a great option for overdraft protection. You simply let our Member Service Representative know that you want to sign up for this service. How does it work? Funds are automatically transferred in \$1.00 increments from your savings to your checking account in order to cover non-sufficient transactions from your checking account, such as checks, EFT (Electronic Fund Transfer) items, ACH (Automatic Clearing House) items, etc. Once your account reaches the \$5.00 membership requirement funds will no longer be transferred. Funds from your savings account can only be transferred electronically up to six times in a month per Federal regulation. To see more on the regulation please refer to your Truth-in-Savings Disclosure regarding account limitations. Again, this service is free and can save you fees if you should overdraw your account.

#### Overdraft Protection Loan

Our overdraft protection loan is a line of credit that our members have to sign up for. How does it work? Upon approval from a Loan Officer, the loan works only when needed or when you, the member, advance the line. Funds are then automatically moved from the loan to your checking account. A monthly payment is required only if there is a balance on the loan. Your interest rate will depend on your credit score, please speak with a Loan Officer for current rates. Monthly payments on the line of credit are automatically deducted from your checking account at the end of the month. Again, this line of credit overdraft protection loan can be an inexpensive way to protect your account.

#### Courtesy Pay

You may choose to accept Courtesy Pay coverage of your checking account provided you have had your account for 30 days and had at least \$500.00 in deposits (\$1,000.00 for business accounts). Members must be over the age of 18 in order to have this service and all member loans need to be current. You must keep your address current and have no bankruptcies, levies or garnishments on the account. The account must be active and cannot be a public fund, non-profit or not-for-profit account.

How does it work? Courtesy Pay will allow your checking account to go into the negative up to \$500.00 for members (\$1,000.00 for business accounts) in order to pay your non-sufficient item(s). For each item paid there is a \$28.00 Courtesy Pay fee that is automatically deducted. Your Courtesy Pay may be temporarily suspended if the above criteria are not met. If this happens, you will receive a letter explaining how to reinstate the service. Many factors determine eligibility for Courtesy Pay; please call the Credit Union to verify that it has been added to your account before attempting to access this service.

Paid items using Courtesy Pay are saved from the return fee charged by the merchant. This **can** be a costly way to protect your account but it can save you from merchant fees and embarrassment if, or when, you need it. This service should not be considered a loan, as we require you pay it back within 30 days from the date you first use it or your account will be closed and may be turned over for collection. If you would like to opt in to this service, please call a Member Service Representative and we will be happy to turn it on for you.

*Reminder: If you have overdraft protection using your savings and/or the overdraft protection line of credit loan, Courtesy Pay will not be used until these services are exhausted.*

If you have any questions on overdraft or Courtesy Pay, please do not hesitate to call or visit with one of our Member Service Representatives today. Thank you for letting us serve your needs.