



Overdraft Coverage Options Disclosure

We understand 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:

- + Overdraft Protection – Link to another deposit account you have with Credit Union - \$3 Transfer Fee
- + Overdraft Protection – Link to a Line of Credit (Except credit cards, subject to fees + interest; subject to credit approval)
- + Overdraft – Standard or Expanded Coverage - \$28 fee per item presented

*** Per item presented means each time an item is presented, including representation.**

Overdraft Protection applies to all transactions and may help prevent overdrafts by automatically transferring funds to your checking account from another account, or line of credit you may have at The Credit Union for a fee and finance charge. Please note that overdraft lines of credit are subject to credit approval. Good account management is the best way to avoid overdrafts.

Overdraft allows you to overdraw your account up to the disclosed limit for a fee to pay a transaction. Even if you have Overdraft Protection, Overdraft Advantage is still available as secondary coverage if the other protection source is exhausted.

Please review the **“What Else You Should Know”** section included with this disclosure for other important information.

Transactions Covered with Overdraft Advantage	Standard Coverage (No action required)	Expanded Coverage (Your consent required on consumer accounts) *
Checks	X	X
ACH - Automatic Debits	X	X
Recurring Debit Card Transactions	X	X
Online Bill Pay Items	X	X
Internet Banking Transfers	X	X
Telephone Banking	X	X
Teller Window Transactions	X	X
Everyday Debit Card Transactions		X*

If you would like to select Expanded Coverage for future transactions:

- + Visit any branch
- + Complete the online consent: www.nwcu.com or www.TwinStarCU.com
- + Call us at (800) 258-3115

You can discontinue Overdraft in its entirety by contacting us at (800) 258-3115 or by visiting your local branch.



What Else You Should Know

- + A link to another account or line of credit may be less expensive than an overdraft. A single larger overdraft will result in one fee, instead of multiple smaller overdrafts. Use our mobile, internet, and telephone banking services to track your balance. For financial education resources, please visit www.mymoney.gov
- + The \$28.00 Overdraft or Non-sufficient Funds Fee (NSF) that is charged if you overdraw your account is the same fee amount that is charged if an item is returned as unpaid. If multiple items overdraw your account on the same day, each item will be assessed an appropriate Overdraft Fee or Non-sufficient Funds Fee (NSF) of \$28.00. All fees and charges will be included as part of the Overdraft limit amount. Your account may become overdrawn more than the Overdraft limit amount because of a fee.
- + Recipients of federal or state benefits payments who do not wish us to deduct the amount overdrawn and Non-sufficient Funds Paid Fee from funds that you deposit or that are deposited into your account may call us at (800) 452-9515 to discontinue Overdraft.
- + If an item is returned because the available balance in your account is not sufficient to cover the item and the item is presented for payment again, The Credit Union will charge an Overdraft Fee or Non-sufficient Funds Fee (NSF) each time it returns the item because it exceeds the available balance in your account. If, on re-presentation of the item, the available balance in your account is sufficient to cover the item The Credit Union may pay the item, and, if payment causes an overdraft, charge an Overdraft Fee or Non-sufficient Funds (NSF) Fee
- + There is a limit of 25 in Overdraft Fees and Non-sufficient Funds (NSF) Fee per month we will charge. We will not charge an Overdraft Fee or Non-sufficient Funds (NSF) Fee if the amount of the item is \$5 or less.
- + The Credit Union post items throughout the day and post credits before debits. Transactions may not be presented in the order which they occurred and the order in which checks or items are received and processed may affect if an overdraft occurs. The Credit Union processes checks and items as follows: (i) checks are generally paid in the chronological order they are received, but if multiple checks are received in a single day, they are processed in check number order (ii) for ACH items, credits are processed first and ACH debits processed second, and (iii) debit card transactions are paid in the chronological order they are received. Holds on funds (described herein) and the order in which transactions are posted may impact the total amount of Overdraft Fees or Non-sufficient Funds Fees (NSF) assessed.
- + Overdraft is not a line of credit; it is a discretionary overdraft service that can be withdrawn at any time without prior notice.
- + The Depositor and each Authorized Signatory will continue to be liable, jointly, and severally, for all overdraft and fee amounts, as described in the Membership and Account Agreement. The total (negative) balance, including all fees and charges, is due and payable upon demand.
- + We may be obligated to pay some debit card transactions that are not authorized through the payment system but which we are required to pay due to the payment system rules, and as a result you may incur fees if such transactions overdraw your account. However, we will not authorize debit card transactions unless your account's Available Balance (including Overdraft Coverage Options) is sufficient to cover the transactions and any fee(s).
- + Giving us your consent to pay everyday debit card overdrafts on your account (Expanded Coverage) 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 limit. If you consent to Expanded Coverage on your consumer account, it will remain on your account until it is otherwise withdrawn.

Understanding your Available Balance: Your account has two kinds of balances: the Ledger Balance and the Available Balance.

- + We authorize and pay transactions using the Available Balance.
- + Your Ledger Balance reflects the full amount of all deposits to your account as well as payment transactions that have been posted to your account. It does not reflect checks you have written and are still outstanding or transactions that have been authorized but are still pending.
- + Your Available Balance is the amount available to you to use for purchases, withdrawals, or to cover transactions. The Available Balance is your Ledger Balance, less any holds due to pending debit card transactions and holds on deposited funds.



- + The balance used for authorizing checks, ACH items, and recurring debit card transactions is your Available Balance plus the amount of the Overdraft limit and any available Overdraft Protection.
- + The balance used for authorizing everyday debit card transactions on accounts with Standard Coverage is your Available Balance plus any available Overdraft Protection but does NOT include the Overdraft limit.
- + The balance used for authorizing everyday debit card transactions on accounts with Expanded Coverage is your Available Balance plus any available Overdraft Protection and includes the Overdraft limit.
- + Because your Available Balance reflects pending transactions and debit holds, your balance may appear to cover a transaction but later upon settlement it may not be sufficient to cover such a transaction. In such cases, the transaction may further overdraw your account and be subject to additional overdraft fees. You should assume that any item which would overdraw your account based on your Available Balance may create an overdraft. Note that we may place a hold on deposited funds in accordance with our Deposit Account Agreement and Disclosure, which will reduce the amount in your Available Balance.
- + Please be aware that the Overdraft amount is not included in your Available Balance provided through online banking, mobile banking or The Credit Union's ATMs.
- + We 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 herein, we will not pay items if the Available Balance in your account (including the Overdraft limit, if applicable) is not sufficient to cover the item(s) and the amount of any fee(s).

Understanding Overdraft Limits

- + New consumer checking accounts may receive a \$250 Introductory Overdraft limit. After 45 days in good standing, your limit may be increased to \$750; After 90 days in good standing, your limit may be increased to \$1,250
- + New business checking accounts may receive a \$250 Introductory Overdraft. After 45 days in good standing, your limit may be increased to \$750; After 90 days in good standing, your limit may be increased to \$1,700
- + Overdraft may be reduced 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 31 days for a minimum of one business day. You must bring your account balance positive for at least one business day to have the full Overdraft limit reinstated.
- + If you have any questions about Overdraft Protection or Overdraft, please call us at (800) 258-3115 or visit a branch.