

## What You Need to Know about Overdrafts and Overdraft Fees

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 have standard overdraft practices that come with your account.
2. We also offer overdraft protection plans, such as a link to a savings account or an American Eagle VISA card, which may be less expensive alternatives than our standard practices. To learn more, ask us about these plans.

This notice explains our standard overdraft practices.

▪ **What are the standard overdraft practices that come with my account?**

We **do** 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 ask us to (see below):

- 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.

▪ **What fees will I be charged if American Eagle Financial Credit Union pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee of \$35.00 each time we pay an overdraft.
- There is no limit on the total fees we can charge you for overdrawing your account.

▪ **What if I want American Eagle Financial Credit Union to authorize and pay overdrafts on my everyday debit card transactions?**

If you also want us to authorize and pay overdrafts on everyday debit card transactions, please call 860.568.2020 (or toll free number 800.842.0145). You may also visit [www.americaneagle.org](http://www.americaneagle.org), or complete the form below and drop it off at any branch location or mail it to American Eagle Financial Credit Union: 333 East River Drive, East Hartford, CT 06108.

I want American Eagle Financial Credit Union to authorize and pay overdrafts on my everyday debit card transactions.

Printed Name: \_\_\_\_\_

CIF: \_\_\_\_\_

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

Account Number: \_\_\_\_\_ Account Number: \_\_\_\_\_ Account Number: \_\_\_\_\_

INTERNAL USE ONLY

Updated Account(s) Teller #/Initials \_\_\_\_\_

## Discretionary Overdraft Privilege Policy

Overdraft Privilege is a service provided by American Eagle Financial Credit Union, Inc. (“Credit Union”) in which we will honor transactions against your checking account up to a certain threshold or limit if there are insufficient available funds. An “overdraft” occurs when you do not have enough available money in your account to cover a transaction, but we pay it anyway.

The Credit Union offers standard Overdraft Privilege that comes with your account. This means that if you overdraw your account by check, ACH, or recurring debit card transaction, we will normally pay the overdraft, subject to the limit of your Overdraft Privilege, and charge you an overdraft fee. If you are 18 years of age or older, your account has been open for at least thirty (30) days and thereafter you maintain your account in good standing, Overdraft Privilege is automatically assigned and authorized on your checking account to cover checks, ACH and recurring debit card transactions. An account in good standing includes:

- Bringing your account balance to a positive status within every twenty (20) day period for a minimum period of twenty-four (24) hours;
- Not being in default on any loan or other obligation to American Eagle Financial Credit Union, Inc.; and
- Not being subject to any legal or administrative order or levy.

However if you “OPT-IN” you may also have Overdraft Privilege cover on one time debit card transactions. The Credit Union will then charge you an Overdraft Privilege fee in return for the privilege of honoring the transaction. The overdraft privilege for Checking accounts will generally be limited to a maximum of \$700 for overdraft (negative) balances. Of course, any and all fees and charges, including without limitation the non-sufficient funds fees (as set forth in our fee schedules and Member Account Information disclosure), will be included as part of this maximum amount.

Automatically Assigned & Authorized		Member Opt-In Only
Checks	ACH or Recurring Debit Card Transactions	One Time Debit Card Transactions
<p>These are checks written against your checking account number.</p> <p><i>If you do not have enough available money in your checking account overdraft privilege may cover your check up to the threshold assigned to your type of checking account.</i></p>	<p>These are transactions you have set up as an “automatic bill payment”, as an ACH or when you use your debit card to establish recurring transactions against your checking account number.</p> <p><i>If you do not have enough available money in your checking account overdraft privilege may cover your bill payment, ACH or non-pinned debit transaction up to the threshold assigned to your type of checking account.</i></p>	<p>When you use your debit card to pay for a purchase.</p> <p><b>IF YOU HAVE OPTED IN:</b></p> <p><i>If you do not have enough available money in your checking account overdraft privilege may cover your Debit withdrawal up to the threshold assigned to your type of checking account.</i></p>

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. We may also cease paying overdrafts at any time without prior notice of reason or cause. The Credit Union does not offer ODP to members who have had a previously charged off checking account.

The Credit Union also offers overdraft protection plans that link to your savings, or an American Eagle VISA® card. If you currently use our Overdraft Coverage from Visa® and/or Savings, these services are activated first. The fees associated with Overdraft Coverage will apply unless you also access your Overdraft Privilege. To learn more, ask us about these plans.

You may opt-out at any time by visiting one of our branches, mailing your request to: American Eagle Financial Credit Union, 333 East River Drive, East Hartford, CT 06108 or by calling us at 860.568.2020.

The total of the discretionary Overdraft Privilege (negative) balance, including any and all fees and charges and including all non-sufficient funds/overdraft fees, is due and payable upon demand, and Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all such amounts, as described in the Member Account Information disclosure.