

Overdrafts and Overdraft Fees Explanation



An overdraft occurs when you do not have sufficient available funds in your account to cover a transaction, but we pay it anyway. **We look at the available balance when determining whether there is an overdraft. Available balance is the actual balance less any deposits or withdrawals that are on hold or transactions that have been preauthorized but have not yet been debited from your account.**

We can cover your overdrafts in two different ways:

1. We have standard overdraft practices (**Discretionary Overdraft Privilege, known as “Advantage Pay” at Credit Union Advantage**) on your account **if approved and eligible**.
2. We also offer overdraft protection plans, such as a link to a savings account or an overdraft line of credit, which may be less expensive than standard overdraft 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 transaction types unless you ask us to (see below):

- ATM transactions
- 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 Zeal Credit Union pays my overdraft?

Under our standard overdraft practices (Discretionary Overdraft Privilege):

- We will charge you a fee of \$30 each time we pay an overdraft.
- Please note there is no limit on the total fees we can charge you for overdrawing your account.

Under our overdraft protection plans (Overdraft Transfer Service):

****PLEASE REFER TO SECTION 14 OF YOUR MEMBERSHIP AGREEMENT AND DISCLOSURES AND THE DISCRETIONARY OVERDRAFT PRIVILEGE DISCLOSURE FOR IMPORTANT ADDITIONAL INFORMATION CONCERNING OVERDRAFTS.****

If you want Zeal Credit Union to authorize and pay overdrafts on ATM and everyday debit card transactions, please complete this form and return it in-person or by mail (with the prepaid envelope enclosed) to any Zeal Credit Union branch location for processing.

DISCRETIONARY OVERDRAFT PRIVILEGE

DECLINE

____ **NO**, I do not want Zeal Credit Union to authorize and pay overdrafts on my ATM and everyday Debit transactions.

OPT-IN

____ **YES**, I would like Zeal Credit Union to authorize and pay overdrafts on my ATM and everyday Debit transactions.

Printed Full Name

Signature

Date

Last 4 Digits of
CUA Account #