



Overdraft Protection and Discretionary Pay Services

Fibre Federal Credit Union offers the following services to protect your account from inadvertent overdrafts: (1) Overdraft Protection Transfers and (2) Discretionary Pay Services under the following terms and conditions.

a. Overdraft Liability. If on any day, the available funds in your checking account are not sufficient to cover checks, ATM/Debit card transactions, ACH transactions, and other items posted to your account, those checks and items will be handled in accordance with our overdraft procedures or an overdraft protection plan you have with us. The Credit Union's determination of an insufficient account balance may be made at any time between presentation and the Credit Union's midnight deadline with only one review of the account required. The Credit Union has no duty to notify you of an insufficient funds check. Your account will then be subject to a charge for the item whether paid or returned as set forth in the Rate and Fee Schedule. Except as otherwise agreed in writing, the Credit Union, by covering one or any overdraft, does not agree to cover overdrafts in the future and may discontinue covering overdrafts at any time. If the Credit Union pays a check that would otherwise overdraw your account, you agree to pay the overdraft amount immediately. We reserve the right to pursue collection of previously dishonored items at any time, including giving a payor bank extra time beyond any midnight deadline limits.

b. Overdraft Protection Transfers. This service covers overdrafts where you have authorized us to transfer funds from accounts you have identified for overdraft protection. Overdraft protection will apply for debit card transactions, checks that are presented to us for payment via the Federal Reserve check routing system, automated Clearing House payments, ATM withdrawals and other transactions that may be tied to this service in the future. We will honor these items presented for payment when there is insufficient funds in your designated checking account and can transfer the necessary available funds from a deposit or loan account of yours to your checking account in accordance with the overdraft procedures or an overdraft protection plan you have with us. We will transfer overdraft protection funds in \$100 increments or the balance of account whichever is lower. Transfers from a deposit account will be governed by this Agreement. Transfers from a loan account will be governed by the applicable loan agreement.

c. Discretionary Service. In addition to your authorized transfers the Credit Union offers an Overdraft Protection service to all eligible consumer checking account owners. The Credit Union reserves the right to offer this service at the inception of the checking account opening or at a later time for qualifying members/accounts. Under the Overdraft Protection service, we are not obligated to pay any check or item presented for payment if your account does not contain sufficient funds. The Credit Union may, as a discretionary service and not as a right of yours or our obligation to you, pay overdrafts up to an approved overdraft limit under the terms of this service and subject to your Membership and Account Agreement. This overdraft service is not a line of credit, is not guaranteed, and is independent of any other payment arrangement we may offer. Generally, we will not pay an overdraft for you in excess of any limit we have established for your account type. Also, we may refuse to pay an overdraft for you at any time, even if we have previously paid overdrafts for you. We will notify you by mail of any insufficient funds, checks, or items paid or unpaid and returned that you may have. However, we have no obligation to notify you before we pay or return any item.

d. Overdraft Transactions Covered. If on any day you do not have available funds in your account, the following transactions, which may result in an insufficient or negative balance ("overdrafts"), may be covered under our service: checks, ATM card withdrawals, debit card purchases, online or other electronic funds transfers, ACH debits and other payments or withdrawals authorized by you, account service charges, pre-authorized drafts, and any other items that may be posted to your account. We reserve the right to pay any checks or items in the order they are presented or received and in accordance with our normal operating procedures for such checks items or transactions.

e. Overdraft Limit/Available Balance. Under our service, the amount of overdraft protection depends on deposit history and size of deposits. We may also consider account history with the Credit Union and others. The Credit Union's fees and charges and each paid check or item will be included in this limit.

f. Overdraft Fees. The fee for each paid overdraft is outlined in the Credit Union's Rate and Fee schedule. There is no fee for checking accounts covered under the Overdraft Protection Service discussed in section b. The fee for any returned check is also outlined in the Rate and Fee schedule. There is no limit on the number of overdrafts paid or overdraft fees incurred on any one day. These fees may be amended as set forth in our Rate and Fee schedule.

g. Member Repayment Responsibility. You agree your overdraft balance, including applicable overdraft fees, is due and payable upon demand. If there is more than one owner on an account, all owners are jointly and severally liable for repayment of the overdraft balance. If you fail to repay your overdraft balance within 15 days of notice from us, we may immediately suspend the overdraft service. Accounts may be closed for failure to repay overdraft balances and we will report account closures to consumer reporting agencies.

h. Member Opt-Out Right. The Credit Union offers the Overdraft Protection Service and the Discretionary Service as a service and convenience to members for incidental overdrafts. We do not encourage you to repeatedly overdraw your account. We encourage you to manage your finances responsibly. You may opt out of the Overdraft Protection Service or Discretionary Service at any time by notifying the Credit Union verbally or in writing. The Credit Union may require that any verbal optout be confirmed in writing. You understand that by opting out of this service, the Credit Union may refuse to pay any check or item that is presented against an insufficient balance on your account and you will be responsible for any NSF/ Returned Item fees. You are still responsible to pay any overdraft, even if you have opted out of the service.

i. Credit Union Contact. For any questions or to exercise your optout right from the Overdraft Protection Service or Discretionary Service, you may call the Credit Union at 360.423.8750 or write Fibre Federal Credit Union, PO Box 1234 Longview, WA 98632.