



Serving Those Who Serve Us

Options for Covering Unexpected Overdrafts

Overdraft Coverage Options:

Service	Cost
Overdraft Transfer from another deposit account you have at CAHP Credit Union ¹	\$5 fee per transfer
Cash advance from your CAHP Credit Union Visa card ^{1, 2}	Subject to 2.5% of advance or \$5, whichever is greater + immediate interest
Overdraft Protection	\$35 Overdraft Protection Fee per item

¹Call us at 800.542.2247 to sign up or apply for these services. ²Subject to credit approval.

An **Overdraft Transfer** and a **Cash Advance** apply to all transactions and may help prevent overdrafts by automatically transferring funds to your checking account from another account you have at CAHP Credit Union for a fee or from a CAHP Credit Union Visa card for a fee plus immediate interest.

Overdraft Protection allows you to overdraw your account up to the disclosed limit for a fee to pay a transaction. Even if you have set up an overdraft transfer or cash advance, Overdraft Protection is still available as secondary coverage if the other sources are exhausted. Please review the **"What Else You Should Know"** section included with this letter for other important information. **You currently have Overdraft Protection STANDARD Coverage in the amount of \$2,000 on your account.**

Transactions Covered with Overdraft Protection	Standard Coverage (No action required)	Extended Coverage (Your consent required)*	If you would like to select Extended Coverage for future transactions: <ul style="list-style-type: none"> • Call us at 800.542.2247 • Complete the online consent form found at cahpcu.org • Complete the enclosed consent form and mail it to us at: P.O. Box 276507, Sacramento, CA 95827-6507
Checks	✓	✓	
ACH – Automatic Debits	✓	✓	
Recurring Debit Card Transactions	✓	✓	
Online Bill Pay Items	✓	✓	
Internet Banking Transfers	✓	✓	
Telephone Banking	✓	✓	
Teller Window Transactions	✓	✓	
ATM Transactions		✓*	
Everyday Debit Card Transactions		✓*	

*If you choose Extended Coverage, ATM transactions and everyday debit card transactions will be included with the transactions listed under Standard Coverage.

You can discontinue Overdraft Protection in its entirety by sending us an email at access-24@cahpcu.org or contacting us at 800.542.2247.

What Else You Should Know

- A link to another account may be a less expensive option than an overdraft. A single larger overdraft will result in just one fee, as opposed to multiple smaller overdrafts. Good account management is the best way to avoid overdrafts. Use our mobile banking, internet banking, and telephone banking services to keep track of your balance. For additional financial education resources, please visit www.mymoney.gov.
- The \$35 Overdraft Protection Fee 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 Protection Fee or an NSF Fee of \$35. All fees and charges will be included as part of the Overdraft Protection limit. Your account may become overdrawn more than the Overdraft Protection limit because of a fee.
- 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, CAHP Credit Union will charge an NSF Fee each time it returns the item because it exceeds the available balance in your account. If, on representation of the item, the available balance in your account is sufficient to cover the item CAHP Credit Union may pay the item, and, if payment causes an overdraft, charge an Overdraft Protection Fee.
- For consumer accounts, there is no limit on the total overdraft-related fees we will charge per day.
- This describes the posting order for purposes of determining overdrafts. Our general policy is to post items throughout the day and to post credits before debits. Checks, ATM, ACH and debit card transactions are posted in the order in which the items are received, while paper checks are posted in check number order if presented as insufficient; however, because of the many ways we allow you to access your account, the posting order of individual items may differ from these general policies. Holds on funds (described herein) and the order in which transactions are posted may impact the total amount of Overdraft Protection Fees or NSF Fees assessed.
- Although under payment system rules, CAHP Credit Union may be obligated to pay some unauthorized debit card transactions, CAHP Credit Union will not authorize debit card or ATM 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 and ATM overdrafts on your consumer account (Extended Coverage) may result in you incurring Overdraft Protection Fees for transactions that we would otherwise be required to pay without assessing an Overdraft Protection Fee. However, this would allow us to authorize transactions up to the amount of your Overdraft Protection limit and may also help you avoid overdrafts in excess of your available balance. If you consent to Extended Coverage on your consumer account, it will remain on your account until it is otherwise withdrawn.
- CAHP Credit Union authorizes and pays transactions using the available balance in your account. CAHP Credit Union may place a hold on deposited funds in accordance with our Terms and Conditions of Your Account, which will reduce the amount in your available balance. The available balance for checks, ACH items, and recurring debit card transactions is comprised of the ledger balance, less any holds on deposited funds and any debit card holds, plus the amount of the Overdraft Protection limit and any available overdraft transfer or cash advance. The available balance for ATM and everyday debit card transactions on accounts with Standard Coverage is the ledger balance, less any holds on deposited funds and any debit card holds, plus any available overdraft transfer or cash advance, but does NOT include the Overdraft Protection limit. For accounts with Extended Coverage, the Overdraft Protection limit is included in the available balance for authorizing ATM and everyday debit card transactions.
- Please be aware that the Overdraft Protection amount is not included in your available balance provided through online banking, mobile banking or CAHP Credit Union's ATMs.
- CAHP Credit Union 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 Protection Fee may be assessed.
- Except as described herein, CAHP Credit Union will not pay items if the available balance in your account (including the Overdraft Protection limit, if applicable) is not sufficient to cover the item(s) and the amount of any fee(s).
- New consumer checking accounts will receive a \$2,000 Overdraft Protection limit at account opening, which may be reduced to \$100 if at any time your account is no longer in good standing.
- Overdraft Protection is not a line of credit; it is a discretionary overdraft service that can be withdrawn at any time without prior notice.
- Overdraft Protection 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 at least not bringing your account to a positive balance within 32 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 Protection limit reinstated.
- Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all overdraft and fee amounts, as described in the Terms and Conditions of Your Account. The total (negative) balance, including all fees and charges, is due and payable upon demand.

If you have any questions about an Overdraft Transfer, Cash Advance or Overdraft Protection, please call us at **800.542.2247**.

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 a transfer from another account or cash advance from a CAHP Credit Union Visa card, which may be less costly than our 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 will not authorize and pay overdrafts for the following types of transactions without your consent.

- 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 CAHP Credit Union pays my overdraft?

Under our standard overdraft practices:

- We will charge you a fee of up to **\$35** each time we pay an overdraft
- **There is no limit** per day on the total fees we can charge you for overdrawing your account

What if I want CAHP Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions?

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, call 800.542.2247, visit our website at <https://cahpcu.org>, email us at access-24@cahpcu.org, complete the form below and present it at a branch or mail it to: P.O. Box 276507, Sacramento, CA 95827-6507. You can revoke your authorization for CAHP Credit Union to pay these overdrafts at any time by any of the above methods. Your revocation must include both your name and your account number so that we can properly identify your account.

I do not want CAHP Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions.

I want CAHP Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Printed Name: _____

Date: _____ Account Number: _____