



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 personal overdraft line of credit, which may be less expensive 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? (Basic Coverage)**

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):

- 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 Charter Oak Federal Credit Union pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee of up to **\$30** each time we pay an overdraft.
- The maximum number of overdraft fees you may be charged in a day for overdrawing your account is 4, or \$120.

➤ **What if I want Charter Oak Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions? (Extended Coverage)**

If you also want us to authorize and pay overdrafts on ATM and everyday debit card transactions, complete and sign the form below and:

- present it at any of our convenient branches OR
- scan the form to depositops@cofcu.com OR
- mail the form to: Charter Oak FCU (ATTN: Deposit Operations)
1055 Hartford Turnpike, Waterford, CT 06385

Basic Coverage is the standard overdraft practice that comes with your account as described above. Please indicate your choice regarding **Extended Coverage**:

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

If the balance does not appear to be sufficient to pay ATM or everyday debit card transactions, the transaction will be declined. If the balance appears to be sufficient, and ATM or everyday debit card transactions are authorized, but at the time of posting to the account the balance is insufficient, these items will be paid and no fees will be charged.

I want Charter Oak Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions (Extended Coverage).

Authorized ATM and everyday debit card transactions will be paid and not returned and may be charged a fee.

Member Name

Date

Share Draft Number

Signature

Should you change your mind and decide you no longer want us to authorize and pay overdrafts on your ATM and everyday debit card transactions, you may revoke your authorization at any time by calling us at 860.446.8085.