COURTESY PAY

Courtesy pay protection is a service that Texas People FCU provides their members as an option for overdraft protection. This checking account service provides up to **$300** of overdraft protection for approved checking account members. Use of the **$300** limit will allow items to be paid for even if there are insufficient funds in the account. Written notice will be provided once an item has been cleared and a clearing fee will be charged on each item (this fee is subject to whatever current NSF fee is stated by the Board of Directors refer to fee schedule). Courtesy Pay will be subject to the same terms detailed in our Truth in Savings disclosures with some exceptions:

Criteria for this protection are:

- One-time opt-in fee*
- Primary Share account must be open for at least 120 days.
- Must have direct deposit, or payroll deduction.
- No overdrawn balances on other credit union accounts (pull ChexSystems)
- No loans with the credit union may be delinquent past 30 days.
- Members must not have caused a loss to the credit union.
- No charge-offs or bankruptcy may exist for any of the accounts with Texas People
- Opportunity Checking and high-risk accounts are not eligible for Courtesy Pay protection services.

The following considerations should be further noted:

- This is a protection, not a loan. Therefore, funds are not accessible at the Teller Counter.
- Must bring a negative balance to a positive within 45 days.
- Checks will be cleared as in the normal clearing fashion, lowest to highest. Once the $300 limit has been exceeded, checks will be returned NSF (non-sufficient funds) and an NSF fee charged per item*
- The current non-Sufficient fund fee as set by the Board of Directors will apply and will change as directed by the Board of Directors in the future*.
- Courtesy Pay fees are not eligible for discounts or reimbursements.
- Will not have an available balance reflected that can be viewed at an ATM as to what amount of funds have been used for overdraft protection.
- If overdraft from shares or line of credit (not available at this time) is established to be set on account, these will be accessed first, before the Courtesy Pay is set forth.
- If the payroll/direct deposit option is discontinued, courtesy payments will immediately be stopped, and standard NSF fees will be applied.

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 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, and you may be charged NSF fees*. We will charge you an NSF fee each time we pay an overdraft*. There is no limit on the total fees we can charge you for overdrawing your account.

What are the overdraft practices that I may select with my account?

- Automatic bill payments, checks and other transactions are made using your checking account number.
- Debit card/ATM transactions

What if I change my mind and no longer want Courtesy Pay?

- You have the right to revoke your decision at any time by notifying us in writing.

Please initial box:

☐ I **want** Texas People to authorize and pay overdrafts on my **automatic bill payments, checks** and other transactions made using my checking account number.

I also want Texas People to authorize and pay overdrafts on my **debit card and ATM** transactions.

☐ YES, opt in ☐ NO, opt out

☐ I **do not** want Texas People to authorize and pay overdrafts on my **automatic bill payments, checks** and other transactions made using my checking account number. I understand by choosing this option If choosing I will **not** be able to opt into Debit/ATM ODP.

☐ My account is not eligible for Courtesy Pay protection service.
(Account is a Primary Share Only or has not met the criteria for this protection)

*****Fee subject to change without notice, refer to fee schedule

I have read the above and understand this is a non-contractual Courtesy Pay protection service. If my privileges are revoked, I understand I will still have the same NSF provisions. My checking account may also be closed for abuse of my overdraft privileges. I further understand that this account is not meant to encourage me to have frequent overdrafts but is a service that allows me to save the cost and embarrassment of having returned times when an inadvertent oversight occurs.

Member Signature	Member #	Date

Employee Signature	Date

Revised May 15, 2023