



Overdraft/Courtesy Pay Disclosure

XCEL Federal Credit Union offers several different methods of Overdraft Protection Service:

1. **Savings Transfer Overdraft Protection:** This is linked to one of your share/savings accounts. There is a \$5.00 fee for each transfer from your share/savings account to cover the overdraft in your checking account. Savings Transfer Overdraft Protection only covers overdrafts made by checks, ACH debits and bill payments if funds are available in the pre-designated savings account at the time of the transaction. It is not limited to \$500. Federal regulations limit electronic withdrawals and transfers from a savings account to six per month.
2. **Overdraft Line of Credit:** You may apply for an unsecured overdraft Line of Credit that would be available to cover overdrafts when a transaction overdraws your account. There is no annual fee but an Annual Percentage Rate (APR) on funds that are transferred from a Line of Credit to your checking account to cover the transactions that will overdraw your account. This option is subject to our underwriting criteria and rates are based on an evaluation of credit history.
3. **Standard Courtesy Pay Protection:** This service is automatically provided on your XCEL FCU checking account and will cover overdrafts made by checks, ACH debits, and recurring debit card transactions. If you would like us to authorize and pay overdrafts on ATM/POS transactions and one-time debit card transactions, you must opt-in to our enhanced courtesy pay protection service.
4. **Enhanced Courtesy Pay Protection:** For qualified members, this will cover overdrafts made by checks, ACH debits, and bill payments, plus overdrafts on ATM/POS transactions and one-time debit card transactions. You will have up to \$500 available for overdraft protection (including fees) whether it is for one purchase or several that add up to \$500. Authorization to run credit is required to qualify. You must opt-in/sign up for this service by completing the Courtesy Pay Opt-in/Opt-out form.

XCEL Federal Credit Union offers these overdraft protection services, so your checks do not bounce and your ATM and debit card transactions go through. With these services, you will still pay an overdraft fee to the Credit Union, but you will avoid the merchant's returned check fee. XCEL Federal Credit Union charges \$30 each time an overdraft is paid on your account by either

Standard or Enhanced Overdraft/Courtesy Protection. XCEL Federal Credit Union will 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 an NSF (non-sufficient funds) fee will be assessed. There is no limit to the number of items presented that may incur a fee for overdrawing your account.

You can opt-in to XCEL Federal Credit Union's Enhanced Courtesy Overdraft Protection by completing the Opt-In/Opt-Out form. You can present the form at a branch, fax it to 973-528-8761 or 973-528-8760 or mail it to 1460 Broad Street, Bloomfield, NJ 07003.

Courtesy Pay Opt-Out

If you prefer that XCEL Federal Credit Union not honor ANY items when there are not sufficient funds in the account, you must opt-out of both our Standard or Enhanced Courtesy Overdraft Protection services. By opting out, you are fully aware that items presented that overdraw your account may be returned unpaid and an NSF fee of \$30 will be charged to the account for each item returned.

Courtesy Pay Restrictions

Standard and Enhanced Overdraft/Courtesy Pay Protection must be repaid promptly. It is the obligation of the account holder to keep their account in good standing with the Credit Union and to bring their account to a positive balance within 45 days from the date of your first overdraft occurrence. If the account balance is not brought positive, it will be charged off as a loss to XCEL Federal Credit Union and reported to ChexSystems, a check verification service. Such action will result in the checking account being closed and restriction of your membership.

XCEL Federal Credit Union reserves the right to revoke Overdraft/Courtesy Pay privileges, permanently or temporarily, at any time and to deny the payment of any transaction without prior notification.

Canceling Courtesy Pay

You have the right to cancel your consent to our Courtesy Pay Protection services by completing the Courtesy Pay Opt-In/Opt-Out form and presenting it at a branch, faxing it to 973-528-8761 or 973-528-8760 or mailing it to 1460 Broad Street, Bloomfield, NJ 07003.



Courtesy Pay Opt-In/Opt-Out Form

Full Name:

Member Number:

I elect to Opt-in to XCEL's **Enhanced Courtesy Pay Protection** service, INCLUDING payment of my ATM/POS and one-time debit card transactions

I elect to Opt-in to XCEL's **Standard Courtesy Pay Protection** service, EXCLUDING payment of my ATM/POS and one-time debit card transactions

I elect to Opt-out of XCEL's Courtesy Pay Protections services ENTIRELY. By checking this box, I confirm that I have read the Overdraft/Courtesy Pay Disclosures and would like to opt-out and/or revoke my participation in XCEL Federal Credit Union's Courtesy Pay Protection. I understand that I have an ongoing right to revoke this consent at any time.

By signing below, I acknowledge that I have read and understand the Overdraft/Courtesy Pay Disclosures provided regarding my right to Opt-in/Opt-out for the XCEL FCU Courtesy Pay Protection services. I am aware that if I elected to opt-in to the Enhanced Courtesy Pay Protection service, by signing below I authorize XCEL Federal Credit Union to obtain a consumer credit report to evaluate my creditworthiness.

Signature

X _____ Date: _____