



Business Overdraft Protection Disclosure

Common Information About Overdraft Protection Services (ODP):

- You are eligible for Courtesy Pay Privilege once your account has been open 30 days and you've made sufficient deposits to equal \$1,000.00, regardless of your existing balance.
- Whether we will pay your overdrafts is discretionary and we reserve the right to not pay them. For example, we typically do not pay overdrafts if your account is not in good standing, if you are not making regular deposits, or if you have too many overdrafts.
- Each time we pay an item that causes or increases an overdrawn balance, a fee will be assessed.
- A \$25.00 fee will be assessed for each overdraft.
- You should bring the account to a positive balance status promptly. Total overdrafts may not exceed \$1,000.00, including overdraft fees.
- Courtesy Pay Privilege may be available to you as long as your checking account is in good standing. This is achieved by making regular deposits and returning your checking account to a positive balance at least once every 30 days.

Courtesy Pay Overdraft Payments

We may pay overdrafts on your accounts at our discretion. If you write a check or initiate another form of payment that will overdraw your account, we will either (a) pay the overdraft, or (b) return the item or debit unpaid for nonsufficient funds (NSF). If we pay the overdraft, we will charge you a fee, typically called an overdraft fee. If we return the item NSF we will charge you a fee, typically called an NSF fee. You understand that we may, at our discretion, honor withdrawal requests that overdraw your account. However, the fact that we may honor withdrawal request that overdraw the account balance does not obligate us to do so later. So, you can NOT rely on us to pay overdrafts on your account regardless of how frequently or under what circumstances we have paid overdrafts on your account in the past.

The benefit to you of Courtesy Pay overdraft payments.

Courtesy Pay overdraft payments may benefit you because it can protect your reputation, save time and embarrassment of default and prevent the additional fees charged by the payee when an item is returned NSF. Your reputation can be protected because the payee will not know that there were insufficient funds to cover the item and there isn't a return NSF to report to a consumer reporting agency.

Transactions. The kinds of transactions for which an overdraft fee may be imposed are those made by any of the following means: check, in-person withdrawal, ATM withdrawal, or other electronic means.

Fees. We charge a fee of \$25.00* each time we pay an overdraft. PFCU encourages responsible use of Courtesy Pay overdraft payments. Overdraft fees can increase quickly, particularly if multiple overdraft items are processed on the same day. Likewise, NSF fees can also add up quickly. Therefore, PFCU discourages intentional and repetitive check writing, initiating of electronic funds transfers and additional transactions that will overdraw your account, if funded. Overdraft services should be used only for occasional and unintended overdrafts and should not be relied on in the same manner as, for example, a line-of-credit.

Less expensive options. If more than occasional and unintended use of Courtesy Pay overdraft payments is expected, less costly alternatives are available for your consideration, such as transfers from associated accounts or from obtaining Business Line of Credit* to avoid overdrawing your account. With an associated account, your checking account would be connected to another account, such as a savings account, so as to automatically transfer funds from the other account to the checking account as needed to avoid overdrafts. Under an overdraft Business Line of Credit, you would automatically borrow funds on the Business Line of Credit and have them transferred to your checking account as needed to avoid overdrafts. We encourage you to inquire about the alternatives we offer. Our Business Line of Credit loan or an associated account used to transfer funds as needed can often be less costly than overdraft fees.

Repayment Period. You have 30 days to bring your account to a positive balance. PFCU reserves the right to suspend courtesy pay and require any outstanding balance to be paid in full if your account is not in good standing or if there is poor management of account.

*Subject to credit approval

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