



What You Need To Know About Overdrafts And Overdraft Fees

An overdraft occurs when the available balance¹ in your account is nonsufficient to cover a transaction at the time that transaction posts to your account, but we pay it anyway. We can cover overdrafts in three different ways:

1. We have standard overdraft practices that come with your account, which we call Courtesy Clearing².
2. We also offer an optional Debit Card Overdraft Service, which covers overdrafts on ATM and everyday debit card transactions.
3. Last, we offer other overdraft protection options, such as a link to a savings, money market, checking, home equity line of credit (HELOC) or Visa[®] credit card. We call this service Overdraft Transfer, which may be less expensive than our standard overdraft practices and/or Debit Card Overdraft Service.

To learn more, ask us about these plans.

This notice explains our standard overdraft practices and the optional Debit Card Overdraft Service.

What are the standard overdraft practices that come with my account?

We may authorize and pay overdrafts for the following types of transactions:

- Checks and other transactions made using your checking account number. We will not pay checks presented in person in any of our branch locations that would create an overdraft using Courtesy Clearing.
- Automatic bill payments
- Automated Clearing House (ACH) transactions presented against your checking account.

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 may be declined. If we do not pay an overdraft, then we will return the item unpaid. If we return the item unpaid, a fee may apply.

What fees will I be charged if SDCCU pays my overdraft under SDCCU's standard overdraft practices?

- We will charge you a fee of **\$32³** each time we pay an overdraft.
- You may only be charged a total of up to four (4) Courtesy Clearing, Debit Card Overdraft Service and/or Nonsufficient Funds⁴ (NSF) fees per day, per checking account.

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

If you also want us to authorize and pay overdrafts on ATM and everyday debit card transactions, complete and return the form below by mail, call us at **(877) 732-2848** or visit any of our convenient branch locations. We call this "Debit Card Overdraft Service." No action is required if you do not want to take advantage of our Debit Card Overdraft Service.

Under our Debit Card Overdraft Service:

- We will charge you a fee of **\$32³** each time we pay an overdraft on ATM and everyday debit card transactions.
- You will not be charged a fee if your total overdrawn available balance is \$20 or less at the time an ATM or everyday debit card transaction posts to your account.
- You may only be charged a total of up to four (4) Courtesy Clearing, Debit Card Overdraft Service and/or Nonsufficient Funds⁴ (NSF) fees per day, per checking account.

¹Your available balance is the most current record we have about the funds that are available for withdrawal from your SDCCU account. In determining the available balance in your account, we will consider all transactions that have posted to your account, any holds that may be in place on deposits you have made and pending transactions (such as pending debit card purchases) that SDCCU has authorized but that have not yet posted to your account. Your account is considered overdrawn when the available balance in your account is negative. It is very important to understand that you may still overdraw your account even though the available balance appears to show there are sufficient funds to cover a transaction that you want to make. Your available balance does not reflect all your outstanding checks, automatic bill payments that you have authorized, ACH transactions or other outstanding transactions that have not yet been paid from your account. Also, your available balance may not reflect all of your everyday debit card transactions. Please review the Available Balance section of the Account Disclosures and Agreement for additional information. ²Excludes Teen First[®] and Builder Checking Accounts. ³SDCCU's overdraft fees are subject to change. ⁴If we do not pay an overdraft, then we will return the item unpaid. If we return the item unpaid, this is the fee that may apply.