

STANDARD OVERDRAFT PRACTICES

WHAT YOU NEED TO KNOW ABOUT OVERDRAFTS AND OVERDRAFT FEES

An overdraft occurs when the available balance* in your account is insufficient to cover transaction when it is presented for payment, but California Coast Credit Union (“Cal Coast”, “we”, “our”) pays it anyway. We can cover overdrafts in three different ways:

- Option 1 We have standard overdraft practices that come with your account, which we call Courtesy Pay. For more information on this, please refer to our Standard Overdraft Practices.
- Option 2 We offer an optional debit card overdraft service, which we call Debit Card Courtesy Pay. To learn more about this optional service, please refer to the Debit Card Courtesy Pay Service form.
- Option 3 We also offer overdraft protection options, such as link to a savings, your Cal Coast MasterCard credit card, or a line of credit account. We call this service Preauthorized Overdraft Transfer, which may be less expensive than our standard and/or debit card 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?

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

- Share drafts/checks and other transactions made using your checking account.
- Automatic bill payments.
- Automated Clearing House (ACH) transactions.
- Recurring debit card transactions

We do not authorize and pay overdrafts for the following types of transactions unless you ask us to**:

- Everyday debit card transactions.

We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay an item. If we do not authorize and pay an item, it will be returned, and you may incur a Non-Sufficient Funds (NSF) fee***. Your available balance is the most current record we have of the funds that are available for use in your account (please review the Understanding Your Account Balance section of your Membership and Account Agreement for additional information).

We do not authorize and pay overdrafts for ATM transactions.

If you do not have funds available in your account, your transaction may be declined.

What fees will I be charged if Cal Coast pays my overdraft under its standard overdraft practices?

Under our standard overdraft practices, we will charge you a fee of **\$27** for each item paid up to a maximum limit of four (4) fees per day per checking account. Refer to the Consumer Service Charge Schedule for more information. Cal Coast's overdraft fees are subject to change.

If an account is overdrawn, please be aware that if it is not brought to a positive balance within 30 days, the account may be closed.

*Your available balance is the most current record we have of the funds that are available for use in your account (please review the Understanding Your Account Balance section of your Membership and Account Agreement for additional information).

**To opt-in for this service, please see Cal Coast's Debit Card Courtesy Pay Consent Form.

***If we return an item unpaid, you may incur an NSF fee (Please refer to Cal Coast's Consumer Service Charge Schedule for more information)