

What You Need To Know About Overdrafts and Overdraft Fees

An overdraft occurs when the available balance¹ in your account is insufficient to cover a transaction when it is presented for payment, but California Coast Credit Union (Cal Coast, we) pays 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 Pay.
2. We offer an optional debit card overdraft service, which we call Debit Card Courtesy Pay.
3. We also offer overdraft protection options, such as a 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 and our 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:

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

We do not authorize and pay overdrafts for the following types of transactions unless you ask us to (see below):

- 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 and you may incur a Non-Sufficient Funds (NSF) fee.²

We do not authorize and pay overdrafts for the following types of transactions (see below):

- 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 of the first three items paid under the standard overdraft practices per calendar year, a fee of **\$29** for each of the fourth through sixth items we pay under the standard overdraft practices per calendar year, and a fee of **\$35** for each seventh item or more we pay under the standard overdraft practices per calendar year.³
- There is no limit on the total fees we can charge you under our standard overdraft practices.

What if I want Cal Coast to authorize and pay overdrafts on everyday debit card transactions?

If you also want us to, at our discretion, authorize and pay overdrafts on everyday debit card transactions, complete and return the form below by mail to PO Box 502080, San Diego, CA 92150-2080; call our Member Service Center at (877) 495-1600; access your account on our website (<https://www.calcoastcu.org/>); or visit any of our convenient branch locations. We call this service Debit Card Courtesy Pay. No action is required if you do not want to take advantage of our Debit Card Courtesy Pay service. If you have opted into our Debit Card Courtesy Pay service and wish to revoke your consent, you may contact us as described above. Under our Debit Card Courtesy Pay service:

- We will charge you a fee of **\$27** each time we pay an overdraft.³
- You will not be charged a fee if your total overdrawn available balance is \$20 or less at the time your everyday debit card transactions are presented for payment by the merchant.
- There is no limit on the total fees we can charge you under our Debit Card Courtesy Pay service.

¹Your 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). ²If we return an item unpaid, you may incur an NSF fee (please refer to Cal Coast's Consumer Service Charge Schedule for more information). ³Cal Coast's overdraft fees are subject to change.