

Somerville's Credit Union

Overdraft Services

Federal regulations require members to sign up for overdraft protection on their ATM and everyday debit card transactions.

An overdraft occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:

1. We have standard overdraft practices that come with your account.
2. We also offer overdraft protection, such as a link to a savings account, which may be less expensive than our standard overdraft practices. To learn more, ask us about these options.

This notice explains our standard overdraft practices.

➤ **What are the standard overdraft practices that come with my 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 will be declined.

➤ **What fees will I be charged if Somerville Municipal Federal Credit Union pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee of **\$27.50** each time we pay an overdraft.
- We will charge you a transfer fee of **\$5.00** each time we pay an overdraft using your savings account/ line of credit.
- There is no limit on the total fees we can charge you for overdrawing your account.

➤ **What if I want Somerville Municipal Federal Credit Union 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 the form, opting in, below and present it at our branch.

Please contact the Credit Union in writing if you would like to Opt-Out at any point.

Standard Overdraft Opt-In/Opt-Out

Authorization

- Opt-In: I want Somerville Municipal Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions.
- Opt-Out: I do not want Somerville Municipal Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Account Selection (This is the account you'd like to protect from overdrafts)

Master Account #: _____

Overdraft Protection Account Options

Accounts eligible to provide overdraft protection:

- Savings accounts
- Overdraft Protection Line of Credit*

* A line of credit can only be linked to the original Master Checking Account that it was established to protect when you applied for the line of credit.

Primary Protection Account #: _____

Secondary Protection Account #: _____

Name (Printed)

Signature

Date

Credit Union Use Only

Processed By

Date