

Overdraft Coverage Options: Overdraft Privilege and Overdraft Protection

Verity Credit Union understands that unexpected overdrafts occur from time to time - Overdraft Coverage can help.

Overdraft Coverage Options

The choice is yours. Consider these ways to cover overdrafts:

Service	Cost
Overdraft Protection Link to Another Deposit Account you have at Verity Credit Union ¹	\$5 fee per transfer
Overdraft Protection Line of Credit ^{1 -2}	Subject to interest
Overdraft Privilege	\$10 per overdraft occurrence (each presentment resulting in an overdraft).

¹Contact us at (800) 444-4589 or OverdraftRequest@veritycu.com, or come by a branch to sign up or apply for these services; ²Subject to credit approval.

Overdraft Protection services apply to all types of transactions and may help protect your account from being overdrawn by automatically transferring funds to your checking account from another account or line of credit you may have at Verity Credit Union for a fee or finance charge. Please note that lines of credit are subject to credit approval.

Overdraft Privilege allows you to overdraw your account up to the disclosed limit for a fee in order to pay a transaction. Even if you have overdraft protection, Overdraft Privilege is still available as secondary coverage if the other protection source is exhausted.

Transactions Covered with Overdraft Privilege	Standard Coverage (No action required)	Extended Coverage (Your consent required)*	If you would like to select Extended Coverage for future transactions, do one of the following: <ul style="list-style-type: none"> • Call us at (800) 444-4589 • Visit us online at veritycu.com/overdraft • Visit any branch • Email us at OverdraftRequest@veritycu.com
Checks	X	X	
ACH - Auto Debits	X	X	
Recurring Debit Card Payments	X	X	
Online Bill Pay Items	X	X	
Teller Window Check Clearing	X	X	
ATM Withdrawals		X*	
Everyday Debit Card Purchases		X*	

* If you choose Extended Coverage on your consumer account, **ATM withdrawals and everyday debit card transactions** will be included with the transactions listed under Standard Coverage. If you already have Extended Overdraft Privilege coverage, it is not necessary to request it again. Business accounts automatically have Extended Coverage.

You can discontinue the Overdraft Privilege in its entirety by contacting us at (800) 444-4589 or sending us an e-mail at OverdraftRequest@veritycu.com.

Overdraft Coverage Options: Overdraft Privilege and Overdraft Protection

The following Overdraft Coverage terms and conditions apply to the Overdraft Protection and Overdraft Privilege services provided on your account with Verity Credit Union and are part of and incorporated in Membership and Account Agreement governing your account.

What Else You Should Know

- We post items in the following order: 1) ACH credits, 2) internal transfers and loan payments, 3) checks (in the order received), 4) ACH debits (in the order received), 5) ATM and debit card transactions (in the order received, may post throughout the day). However, exceptions will occur. Holds on funds (described below) and the order in which transactions are posted may impact the total amount of overdraft fees assessed.
- Verity Credit Union's determination of an insufficient account balance is made at the time the check or item is presented to us, which may be later than the time you conduct the transaction. Checks and card transactions on your account are paid based on your available balance, and not the actual balance. Your "actual balance" is the amount of money that is actually in your account at any given time. Your actual balance reflects transactions that have posted to your account, but it does not include transactions that have been authorized and are pending. While it may seem that the actual balance is the most up-to date display of the funds that you can spend from your account, this is not always the case. Your account may have purchases, holds, fees, other checks, charges or deposits made on your account that have not yet posted and therefore, will not appear in your actual balance. Your "available balance" is the amount of funds in the account that are available to pay checks, ACHs, and other items presented against the account without incurring an overdraft fee or transferring funds from another account. The available balance is generally equal to the actual balance, less the amount of any holds placed on recent deposits, holds placed for other reasons, and holds for pending transactions (such as debit card purchases) that we have authorized but that have not yet posted to your account. At the time of presentation, if the available balance in your account is less than the transaction amount of the check or item presented, the check or item will be considered an overdraft and will be returned or declined, unless it is covered by the Overdraft Privilege terms described below. Verity Credit Union may authorize a transaction when you use your debit card to conduct transactions with merchants or POS facilities. However, your subsequent account activity may affect whether you have available funds to cover the check when it is presented to us. Verity Credit Union has no control over the timing when checks or other items are presented.
- A link to a savings account or a line of credit is a less expensive Overdraft coverage option than the Overdraft Privilege option. A single larger overdraft will result in just one fee, as opposed to multiple smaller overdrafts. Good account management is the best way to avoid overdrafts. Use our mobile banking, Internet banking, and telephone banking services to keep track of your balance.
- If multiple items would overdraw your account on the same day, each item would be assessed an appropriate Overdraft fee of \$10. The Overdraft fee will apply each time a check or item is presented that results in an overdraft. If a check is returned and represented for payment on an overdrawn account, an Overdraft fee will apply upon the presentation resulting in an overdraft. All fees and charges will be included as part of the Overdraft Privilege limit amount. Your account may become overdrawn in excess of the Overdraft Privilege limit amount as a result of a fee.
- Even if you have overdraft protection, Overdraft Privilege is still available as secondary coverage if the other protection source is exhausted.
- Although under payment system rules, Verity Credit Union may be obligated to pay some unauthorized debit card transactions, Verity Credit Union will not authorize debit card or ATM transactions unless there are available funds (including Overdraft Coverage Options) to cover the transactions and any fee(s).
- Giving us your consent to pay every day debit card and ATM overdrafts may result in you incurring overdraft fees for transactions that we would have otherwise been required to pay without assessing an overdraft fee. However, this would allow us to authorize transactions up to the amount of your Overdraft Privilege limit and may also help you avoid overdrafts in excess of your available funds that could result in restriction of your debit card. Verity Credit Union will not pay debit card and ATM overdrafts unless you consent and authorize Verity Credit Union to do so.
- Except as described in this letter, Verity Credit Union will not pay items if your account does not contain available funds (including the Overdraft Privilege limit) to cover the item(s) and the amount of any fee(s).
- We may restrict your debit card use if you incur overdrafts in excess of the available funds in your account, including any Overdraft Privilege limit.
- Overdraft Privilege limits of up to \$800 are available for eligible Personal Checking accounts opened at least 30 days in good standing.

Overdraft Coverage Options: Overdraft Privilege and Overdraft Protection

- Overdraft Privilege limits of up to \$1000 are available for eligible Business Checking accounts at least 60 days in good standing.
- Overdraft Privilege is not a line of credit; it is a discretionary overdraft service that can be withdrawn at any time without prior notice.
- Overdraft Privilege may be discontinued if you default on any loan or other obligation to us, your account becomes subject to any legal or administrative order or levy, or if you fail to maintain your account in good standing by not bringing your account to a positive balance thirty (30) days for a minimum of two business days.
- Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all overdraft and fee amounts, as described in the Deposit Account and Disclosure Agreement. The total (negative) balance, including all fees and charges, is due and payable upon demand.

If you have any questions about Overdraft Protection or Overdraft Privilege, please contact Verity at (800) 444-4589 or visit a branch.

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