



IC Courtesy Pay Protection Disclosure

IC Courtesy Pay Sweep

A Sweep Option is available to you as an overdraft protection option. An overdraft sweep transfer can be attached to any personal checking account from another non-commercial checking or statement savings account. Passbooks Savings accounts, Certificate of Deposit accounts, and IRA accounts are not eligible for overdraft transfers. You may have up to three (3) qualified accounts attached to a primary checking account for overdraft transfer, one of which may be a Line of Credit. If an item is presented against your account for payment and the available balance of your account is insufficient to cover the item, an overdraft transfer would be activated from the attached account(s) to cover the presented item along with the service fee. There must be sufficient funds available in the attached account(s) for the transfer to occur. A fee of \$15.00 will be charged on any day that an overdraft sweep is activated.

IC Courtesy Pay Overdraft Protection

On your statement, IC Courtesy Pay overdraft protection transactions will be labeled as Paid ACH or Check EOD NSF Fee. If an account has IC Courtesy Pay overdraft protection, we may at our discretion approve the payment of (1) a check, (2) a recurring ACH transaction, (3) a cash advance at an ATM, or (4) a one-time Debit Card purchase, when any of these transactions are presented against your account, even when the transaction will cause the account to be overdrawn. We will charge a fee of \$30 each time we pay an item. However, in order for us to provide IC Courtesy Pay overdraft protection for a cash advance at an ATM or a one-time Debit Card purchase, we are required to obtain your consent and you must Opt-In to this service prior to us approving the payment of these transactions. If you choose not to Opt-In for these transactions, we will not approve the payment of these transactions and we will not charge a fee to your account.

The IC Courtesy Pay overdraft protection service will not be available to you if you are in default on any loan obligation to IC Federal Credit Union or if you are subject to any legal order or levy. This service is only offered on personal checking accounts. IC Courtesy Pay is a courtesy and at no time will we be obligated to pay items presented for payment against your account if you do not have sufficient funds, even if we previously paid such items. The amount of any overdraft plus the IC Courtesy Pay Overdraft Fee of \$30 will be payable on demand. The amount of the overdraft plus the fee will be deducted from the IC Courtesy Pay limit. We reserve the right to withdraw this service at any time without prior notice or cause. If we choose not to pay an overdraft item for you, an Insufficient Funds Charge (NSF) of \$30 will still be charged to your account. You will be notified by mail of any insufficient funds items paid or returned, however we are under no obligation to notify you before we pay or return insufficient funds items. You may tell us that you do not want us to pay overdraft items ("opt out") by notifying us by mail at 300 Bemis Road, Fitchburg, MA 01420 or by calling us at 800-262-1001.

The IC Courtesy Pay overdraft protection service will provide members with an overdraft protection limit of \$500. IC Courtesy Pay overdraft fees are included in the \$500 maximum. IC Courtesy Pay will only be activated when funds available through other overdraft arrangements have been exhausted. IC Courtesy Pay overdraft protection provides a service to our members that will protect their financial standing and provide a measure of protection against inadvertent overdrafts. The credit union may limit the number of accounts eligible for IC Courtesy Pay to one per household.



IC Courtesy Pay costs nothing unless it is used to pay checks, ACH debits, debit card transactions, ATM withdrawals, Online Bill Pay payments, or any other payment or withdrawal request for more than the available balance in the account. It allows IC Federal Credit Union to cover (pay) any overdraft transaction from a checking account instead of declining the transaction or returning the check unpaid. Account holders will be notified by mail of any IC Courtesy Pay overdraft items paid on their account. However, we have no obligation to notify account holders before we pay an item.

If an outstanding balance is created as a result of using IC Courtesy Pay, the member is responsible for repaying the funds to IC Federal Credit Union. The amount of any IC Courtesy Pay overdraft, plus applicable fees, is due and payable on demand. Repayment of funds will be automatically deducted from deposits to your account and will require no action from you. If an account remains in the negative for 20 days, you will receive a letter disclosing the total dollar amount overdrawn. If an account remains in the negative for 40 days, you will receive a second notice and your IC Courtesy Pay services will be suspended. Accounts not brought to a positive balance within 60 days will be closed and sent for collection. If we pay an item on an account with more than one (1) owner on the signature card, each owner and/or agent drawing/presenting the item, thereby creating the overdraft, are jointly and severally liable for such IC Courtesy Pay overdrafts plus applicable fees.

This non-contractual and discretionary courtesy of paying overdrafts requires no account holder action. We are not obligated to pay any item presented for payment if the account does not contain sufficient collected funds. However, for any member who meets the above criteria, we may, at the credit union's sole discretion, pay overdrafts not to exceed a total of \$500 including applicable fees for each item paid. IC Courtesy Pay may be revoked by the credit union for, but not limited to, the following reasons: a) the member exceeds the \$500 maximum limit, b) the member has a delinquent loan, c) the member requests to opt out of the service, d) the member files bankruptcy, e) we charge off a member's loan balance, f) the credit union feels the member is abusing the account.

The order in which items (such as checks/drafts and debit card transactions) are paid is important if there is not enough money in your account to pay all of the items presented. The payment order can affect the number of items overdrawn or returned unpaid and the amount of the fees you may have to pay. Our policy is to process items in the order in which they are received. Checks drawn on your account will post in numerical sequence by check number and lower numbered items are paid first. Checks are the only items that we post to your account with a numerical sequence.



What You Need to Know About Overdrafts and Overdraft Fees

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 as follows:

1. We offer IC Courtesy Pay, our standard overdraft program, which automatically comes with qualifying checking accounts.
2. We also offer one or more overdraft protection plans which may be less expensive than our standard overdraft practices, such as the following (*to learn more, ask us about these plans*):
 - IC Courtesy Pay Sweep (*a link to another account*)

This notice explains our [standard overdraft practices](#). Please refer to our IC Courtesy Pay protection disclosure for complete details of the above services.

What are our [standard overdraft practices that come with your account](#)?

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

- Checks and other transactions using your checking account number
- Automatic bill payments

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

- 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 IC pays my overdraft?

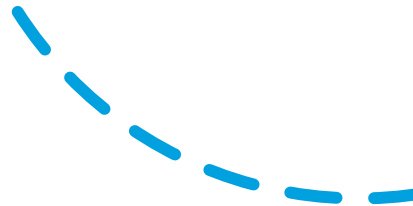
Under our [standard overdraft practices](#) the following fees are imposed:

- A fee of \$30 will be assessed to your account each time we pay an overdraft when the negative balance created by the overdraft is greater than \$30.
- IC Courtesy Pay Overdraft Fees may be assessed on items previously returned due to insufficient funds when those same items are presented and paid.
- The maximum number of paid overdraft fees that we will charge you is limited to four per account, per day.

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

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, do one of the following:

- Call our Service Center at: 800-262-1001
- Visit us at any IC branch office



Opt-In Election Form

- Yes, I want to enroll in the standard IC Courtesy Pay overdraft protection service.
- Yes, I want IC Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions with respect to the account identified below.

Printed name: _____

Date: _____

Account number: _____

Signature: _____