

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. To determine whether you have enough money in your account to cover a transaction, we use your account's available balance which is based upon the deposits and withdrawals to your account and all pending electronic transactions, including pre-authorized transfers, point of sale transactions, and merchant payment authorizations, regardless of whether they have posted to your account. We can cover your overdrafts in the following ways:

We offer overdraft protection plans, such as a link to a savings account, line of credit, or credit card which may be less expensive than our Member Protection Plan Limited and Standard overdraft practices. To learn more, ask about these plans.

This notice explains our Member Protection Plan (MPP) Limited and Standard options. You must enroll in order to use either Member Protection Plan option.

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

Member Protection Plan Limited

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

Member Protection Plan Standard

- Checks, ACHs, and other transactions made using your checking account number
- Automatic bill payments
- 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 Northwest Federal Credit Union pays my overdraft?**

Under our Standard and Limited overdraft practices:

- We will charge you a fee of **\$29.50** each time we pay an overdraft.
- We will charge you a fee of **\$32.50** each time an item (ACH/Check) is returned.
- A maximum of six (6) MPP, overdraft and/or returned item fees will be charged per day.

➤ **What if I want Northwest Federal Credit Union to authorize and pay overdrafts on my checks and other transactions using my checking account number, automated bill payments, ATM and everyday debit card transactions?**

If you want us to authorize and pay overdrafts, visit nwfcu.org/MPP, or, complete the form below and fax it to 703-925-5114, mail it to NWFCU, Attention: Deposit Administration, P.O. Box 1229, Herndon, VA 20172-1229, or bring the form to one of our branch offices.

Please note: Your choice applies if either account owner elects the service.

I want Northwest FCU to authorize and pay overdrafts on my checks and other transactions using my checking account number, automated bill payments, ATM and everyday debit card transactions. Enroll me in the Standard Member Protection Plan.

I want Northwest FCU to authorize and pay overdrafts on my checks and other transactions using my checking account number and on automated bill payments. Enroll me in the Limited Member Protection Plan.

I do not want NWFCU to authorize and pay overdrafts.

Printed Name _____ Date _____

Account Number _____ Checking Account ID _____

Member Signature _____