

## 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 in two different ways:

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

This notice explains our standard overdraft practices. (courtesy pay)

### ❖ What are the standard overdraft practices (courtesy pay) that come with my account?

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

- Checks and other transactions made 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 (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 may be declined.

### ❖ What fees will I be charged if PALCO Federal Credit Union pays my overdraft?

Under our standard overdraft practices: (courtesy pay)

- We will charge you a fee of up to **\$25.00** each time we pay an overdraft.
- There is no limit on the total fees we can charge you for overdrawing your account.

### ❖ What if I want PALCO 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 below and bring it into the office or mail it to:

**PALCO Federal Credit Union**  
**191 Chad Road**  
**PO Box 330**  
**Muncy PA 17756-0330**  
**570-546-2333**

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\_\_\_\_\_ I want PALCO Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions.

\_\_\_\_\_ I do not want PALCO Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Printed Name: \_\_\_\_\_

Date: \_\_\_\_\_

Member Number: \_\_\_\_\_