

OVERDRAFT COVERAGE OPTIONS: OVERDRAFT PRIVILEGE AND OVERDRAFT PROTECTION

Life happens! Valley First 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 Valley First Credit Union ¹	No Fee
Overdraft Privilege	\$30 Overdraft Privilege Fee per transaction ²

¹Call us at (209) 549-8500, (559) 225-7228 or visit a branch to sign up or apply for these services

²Limit of seven (7) Overdraft Privilege Fees per day

Overdraft Protection services apply to all transactions and may help prevent overdrafts by automatically transferring funds to your checking account from another account you may have at Valley First Credit Union.

Overdraft Privilege allows you to overdraw your checking account up to \$500 for a \$30 Overdraft Privilege Fee in order to pay a transaction. Please see the table below for the differences between Standard Coverage and Extended Coverage.

Transactions Covered with Overdraft Privilege	Standard Coverage (No action required)	Extended Coverage (Consent required)*
Checks	X	X
ACH - Automatic Debits	X	X
Recurring Debit Card Transactions	X	X
Automatic Bill Payments	X	X
Online/Mobile Banking Transactions	X	X
Telephone Transaction	X	X
Teller Transactions	X	X
ATM Withdrawals		X
Everyday Debit Card Transactions		X

*Add Extended Coverage for future transactions:

- Call us at (209) 549-8500 or (559) 225-7228
- Send a Secure Message within Online/Mobile Banking
- Visit any branch
- Complete the consent form and mail it to us at PO Box 1411 Modesto, CA 95353-1411

You can discontinue Overdraft Privilege in its entirety by any of the above methods. Include your name, account number(s) and share ID(s) in order to properly identify your account.

What Else You Should Know About Overdrafts

- A link to another account or a line of credit is a less expensive option than an overdraft. 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 Online Banking, Mobile Banking, and Valleyline to keep track of your balance.
- The \$30 Overdraft Privilege Fee is the same fee amount that is charged if a check is returned as unpaid. If multiple items overdraw your account on the same day, each item will be assessed an appropriate Overdraft Privilege Fee or a Non-Sufficient Funds Fee of \$30. 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.
- There is a limit of seven (7) Overdraft Privilege Fees per day we will charge to your account.
- Recipients of federal or state benefits payments who do not wish us to deduct the amount overdrawn and the Overdraft Privilege Fee from funds that you deposit or that are deposited into your account may call us at (209) 549-8500.
- If an item is returned because the available balance in your account is not sufficient to cover the item and the item is presented for payment again, Valley First CU will charge a Non-Sufficient Funds Fee each time it returns the item because it exceeds the available balance in your account. If, on representation of the item, the available balance in your account is sufficient to cover the item Valley First CU may pay the item, and, if payment causes an overdraft, charge an Overdraft Privilege Fee.
- We post items in the order received. Holds on funds (described below) and the order in which transactions are posted may impact the total amount of Overdraft Privilege Fees or Non-Sufficient Funds Fees assessed.
- Although under payment system rules, Valley First Credit Union may be obligated to pay some unauthorized debit card transactions, Valley First 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 everyday debit card and ATM overdrafts (Extended Coverage) may result in you incurring Overdraft Privilege Fees for transactions that we would otherwise be required to pay without assessing an Overdraft Privilege 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. If you consent to Extended Coverage, it will remain on your account until you revoke your consent.
- Valley First Credit Union authorizes and pays transactions using the available balance in your account. Valley First Credit Union may place a hold on deposited funds in accordance with our Truth-in-Savings Disclosure, which will reduce the amount of your available balance. The available balance for checks, ACH items, and recurring debit card transactions is comprised of the ledger balance, less any holds on deposited funds and any debit card holds, plus the amount of the Overdraft Privilege limit and any available overdraft protection. The available balance for ATM and everyday debit card transactions on accounts with Standard Coverage is the ledger balance, less any holds on deposited funds and any debit card holds, plus any available overdraft protection, but does NOT include the Overdraft Privilege Limit. For accounts with Extended Coverage, the Overdraft Privilege Limit is included in the available balance for authorizing ATM and everyday debit card transactions.
- Please be aware that the Overdraft Privilege amount is not included in your available balance provided through Online Banking, Mobile Banking or ATMs.
- Valley First Credit Union will place a hold on your account for any authorized debit card transaction until the transaction settles (usually within two business days) or as permitted by payment system rules. In some cases, the hold may exceed the amount of the transaction. When the hold ends the funds will be added to the available balance in your account. If your account is overdrawn after the held funds are added to the available balance and the transaction is posted to the available balance, an Overdraft Privilege Fee may be assessed.
- Except as described in this letter, Valley First 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).
- Valley First Credit Union may also suspend your debit card if your account is overdrawn more than thirty (30) consecutive calendar days. Debit cards on your account will remain suspended until you make sufficient deposits so that your account balance is positive.
- Valley First Credit Union may also suspend your debit card if we are unable to contact you due to an incorrect mailing address or phone number(s). You must provide us with your correct mailing address and/or phone number(s) to have your debit card reinstated.
- If your debit card is suspended, you will be unable to use your debit card for purchases or to access your account at the ATM, and if you use your debit card for recurring payments, e.g., utilities, you are responsible to make other arrangements for your recurring debit payment(s).
- Overdraft Privilege is not a line of credit; it is a discretionary overdraft service that can be removed 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 within thirty (30) days for a minimum of one business day.
- Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all overdraft and fee amounts, as described in the Truth-in-Savings Disclosure. The total (negative) balance, including all fees and charges, is due and payable upon demand.

If you have any questions about Overdraft Coverage, please call us at (209) 549-8500, (559) 225-7228 or visit a branch.