

# 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 that come with your Checking Account.
2. We also offer alternative overdraft protection plans, such as a link to a Savings Account and/or a link to a Line of Credit, which may be less expensive than our standard overdraft practice. To learn more, ask us about these plans, and refer to the alternative overdraft protection plans below.

This notice explains our standard overdraft practices.

## **What are the standard overdraft practices that come with my account?**

Courtesy Pay is our standard overdraft practice that comes with your Checking Account.

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

- Checks and ACH transactions made using your Checking Account number, including decoupled debit card transactions not issued by the Credit Union that are processed as ACH transactions.
- 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
- Debit card transactions (everyday and recurring 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 RBFCU pays my overdrafts?**

Under our standard overdraft practices, Courtesy Pay:

- We will charge you a **\$24** Courtesy Pay Fee each time we pay an overdraft for transactions over \$5.
- There is a limit of five (5) total Courtesy Pay and Insufficient Funds Fees combined we can charge you per day for overdrawing your account.

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

If you would like RBFCU to authorize and pay overdrafts on ATM and debit card transactions, visit [rbfcu.org](http://rbfcu.org) to update your preferences through [Online Banking](#) or RBFCU [Mobile App](#), visit any branch, or call 210-945-3300.

You may also contact us using one of the options listed above if you would like to remove standard overdraft practices for ATM and debit card transactions on your account.

**Do not rely on Courtesy Pay to pay your items – it is intended only as a courtesy in the event you accidentally overdraw your account. Courtesy Pay can be revoked at our sole and absolute discretion.**

**Available Balance:** Your Available Balance is the most current records that we have of the amount you can withdraw or spend. It reflects all current deposits and withdrawals and subtracts funds not yet available from deposits you have made. We use your Available Balance to decide whether you have enough money in your account to: (1) allow cash withdrawals; (2) pay checks; (3) authorize ATM and debit card transactions; (4) allow transfers; and (5) pay other items presented to us for payment from your Account. Subject to the terms

of Membership Agreement and Disclosures, we will allow and pay these transactions if they do not exceed your Available Balance. Subject to your Courtesy Pay elections, we may decide, in our sole discretion, to either pay or not pay transactions presented to us for payment from your Account that exceed your Available Balance at the time of an authorization request or at the time of posting to your Account. We do not have to notify you beforehand, or at the time of our decision, whether or not we will pay an item or authorize a transaction that exceeds your Available Balance. You will owe an overdraft fee (called a "Courtesy Pay Fee") if your Account is overdrawn after we pay a transaction. You will owe an Insufficient Funds Fee if an item is presented for payment against your Account when your Available Balance is insufficient to cover the item and we return the item unpaid. The fee amounts do not vary based on the transaction amounts. To learn more, please see the "Available Balance" section in your Membership Agreement and Disclosures, which are available to you at [rbfcu.org](http://rbfcu.org), by visiting your nearest branch, or contacting us at (210) 945-3300.

**Insufficient Funds Fees:** We will charge you a **\$24** Insufficient Funds Fee for each item presented for payment over \$5 that we return unpaid. We do not charge a fee if the same item is re-presented for payment and returned unpaid. We do not charge a fee for declined debit card transactions. Merchant returned payment or late fees may apply. There is a limit of five (5) total Courtesy Pay and Insufficient Funds Fees combined we can charge you per day for overdrawing your account.

**Alternative Overdraft Protection Plans:** To help manage your Checking Account, you can select transfers from a linked Savings Account and/or advances from an established and linked RBFCU Line of Credit. If you have asked us not to pay your overdrafts, your transactions that exceed your Available Balance will be declined or returned unpaid.

We will transfer available funds automatically from a linked RBFCU Savings, Primary Savings, and/or a linked RBFCU Line of Credit, if you apply and qualify for such account(s). There are no fees to transfer or advance funds from your linked accounts to cover an overdraft. We will transfer in \$100 increments or up to the available balance of linked account or RBFCU Line of Credit limit. Upon an advance from your RBFCU Line of Credit, an interest charge will begin to accrue. To learn more about these options, send us a secure message through [Online Banking](#), visit any RBFCU branch, or contact us at 210-945-3300.