



**OVERDRAFT COVERAGE OPTIONS:
PRIVILEGE PAY AND OVERDRAFT PROTECTION**

Alcoa Tenn Federal Credit Union understands that unexpected overdrafts occur from time to time, so we have Overdraft Coverage here to help. The following Overdraft Coverage Options are available. To review or change your current options, please contact Member Services at 865-977-3118 or stop by a branch.

Service	Cost
Overdraft Protection —Link to another ATFCU Deposit Account	No fee per transfer; Subject to transfer limitations*
Overdraft Protection —Line of Credit	Subject to interest, credit approval, and a \$10 per item transfer fee
Privilege Pay	\$32.00 Privilege Pay Fee per item.

*See ATFCU’s Electronic Fund Transfers Agreement and Disclosure for transfer limitations

Overdraft Protection services apply to all transactions and may help prevent overdrafts by automatically transferring funds to your checking account from another account or line of credit you may have at ATFCU. Please note that overdraft lines of credit are subject to finance charge, credit approval, and a per item fee.

Privilege Pay allows you to overdraw your account up to the disclosed limit for a fee in order to pay a transaction. Even if you have overdraft protection, Privilege Pay is still available as secondary coverage if the other protection source is exhausted.

Transactions Covered with Privilege Pay	Standard Coverage (no action required)	Extended Coverage (Your consent required)**	If you would like to select Extended Coverage for future transactions:
Check	X	X	<ul style="list-style-type: none"> • Call us at 865-977-3118; • Visit any branch; or, • Complete the enclosed consent form and mail it to us at PO Box 9001, Alcoa, TN 37701
ACH—Automatic Debits	X	X	
Recurring Debit Card Payments	X	X	
Online Bill Pay Items	X	X	
ATM Transactions		X	
Everyday Debit Card Transactions		X	

** If you choose Extended Coverage, ATM withdrawals and everyday debit card transactions will be included with the transactions listed under Standard Coverage. If you already have Extended Privilege Pay coverage, it is not necessary to request it again. Business accounts automatically have Extended Coverage.

You can discontinue Privilege Pay in its entirety by contact us at 865-977-3118. Please see below for important information you should know regarding Overdraft Protection and Privilege Pay.

What Else You Should Know

- A link to another account or a line of credit may be 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 mobile banking, internet banking, and telephone banking services to keep track of your balance. For additional financial education resources, please visit www.mymoney.gov.
- The \$32.00 Privilege Pay Fee that is charged if you overdraw your account is the same fee amount that is charged if an item is returned as unpaid. If multiple items overdraw your account on the same day, each item will be assessed an appropriate Privilege Pay Fee or a Return Item Fee of \$32. All fees and charges will be included as part of the Privilege Pay limit amount. Your account may become overdrawn more than the Privilege Pay limit amount because of a fee.
- 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, Alcoa Tenn Federal Credit Union will charge a Return Item 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 Alcoa Tenn Federal Credit Union may pay the item, and, if payment causes an overdraft, charge a Privilege Pay Fee.
- There is a limit of 7 Privilege Pay Fees (\$224) per day we will charge.
- We generally post items in the following order: 1) credits 2) ATM and debit card transactions (in the order received); 3) ACH debits (in the order received); 4) checks (check number order); however, exceptions will occur. ATM and debit card transactions are authorized in real time and posted as they are received; therefore, these items may post before credits. However, because of the many ways we allow you to access your account, the posting order of individual items may differ from these general policies. Holds on funds (described herein) and the order in which transactions are posted may impact the total amount of Privilege Pay Fees or Return Item Fees assessed.
- Although under payment system rules, Alcoa Tenn Federal Credit Union may be obligated to pay some unauthorized debit card transactions, Alcoa Tenn Federal Credit Union will not authorize debit card or ATM transactions unless your account's available balance (including Overdraft Coverage Options) is sufficient to cover the transactions and any fee(s).
- Giving us your consent to pay everyday debit card and ATM overdrafts on your consumer account (Extended Coverage) may result in you incurring Privilege Pay Fees for transactions that we would otherwise be required to pay without assessing a Privilege Pay Fee. However, this would allow us to authorize transactions up to the amount of your Privilege Pay limit and may also help you avoid overdrafts in excess of your available balance that could result in suspension of your debit card. If you consent to Extended Coverage on your consumer account, it will remain on your account until it is otherwise withdrawn.
- Alcoa Tenn Federal Credit Union authorizes and pays transactions using the available balance in your account. Alcoa Tenn Federal Credit Union may place a hold on deposited funds in accordance with our Membership and Account Agreement and Disclosure, which will reduce the amount in 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 Privilege Pay 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 Privilege Pay Limit. For accounts with Extended Coverage, the Privilege Pay Limit is included in the available balance for authorizing ATM and everyday debit card transactions.
- Please be aware that the Privilege Pay amount is not included in your available balance provided through online banking, mobile banking or Alcoa Tenn Federal Credit Union's ATMs.
- Alcoa Tenn Federal 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, a Privilege Pay Fee may be assessed.
- Except as described herein, Alcoa Tenn Federal Credit Union will not pay items if the available balance in your account (including the Privilege Pay limit, if applicable) is not sufficient to cover the item(s) and the amount of any fee(s).
- Alcoa Tenn Federal Credit Union may suspend your debit card if you incur overdrafts in excess of the available balance in your account, including any Privilege Pay limit (as described herein). Debit cards on your account will remain suspended until you make sufficient deposits so that your available balance, taking into account any Privilege Pay limit, is positive and then you contact us.
- Alcoa Tenn Federal Credit Union may also suspend your debit card if your account is overdrawn more than 35 consecutive calendar days. Debit cards on your account will remain suspended until you make sufficient deposits so that your account balance is positive.
- Alcoa Tenn Federal 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 contact 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(s) for purchases or to access your account(s) associated with the debit card(s) at the ATM while your debit card is suspended. 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).
- An Overdraft Privilege limit of up to \$600 will be granted to eligible Personal and Business Checking accounts opened at least 30 days in good standing.
- An Overdraft Privilege limit of up to \$800 will be granted to eligible Personal and Business Money Market accounts opened at least 30 days in good standing.
- Privilege Pay is not a line of credit; it is a discretionary overdraft service that can be withdrawn at any time without prior notice.
- Privilege Pay may be suspended 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 35 days for a minimum of one business day. You must bring your account balance positive for at least one business day to have the full Privilege Pay limit reinstated.
- Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all overdraft and fee amounts, as described in Membership and Account Agreement and Disclosure. The total (negative) balance, including all fees and charges, is due and payable upon demand.