



Overdraft Coverage Policy

Overdraft Coverage (OC) is a service that may allow us to pay an item presented for payment against a member's account even if it causes the account to become overdrawn. OC may provide certain account holders in good standing with the ability to overdraw their checking account, including the OC fees, to a maximum of \$750. There is no fee for this service unless it is used to pay an item.

If an account has been open at least 90 days and maintained in good standing, defined as A) Making regular deposits sufficient to cover transactions; B) Bringing the account to a positive balance at least every thirty days or less; C) No CPCU loan or account is 60 days or more past due; and D) There are no legal orders, levies or liens against the account, we may at our sole discretion, pay overdrafts up to the limits mentioned above, including our normal OC fee(s).

We will notify you if an overdraft occurs. Whether we pay or return an item, the account will be assessed a per item fee either as an OC Fee (\$30) or a Non-Sufficient Funds (NSF) Fee (\$30). The total fees you have paid for both OC and NSF will be reflected on your statement for both the current month and year to date total.

OC may cover paper checks, paper checks converted to electronic funds transfers (EFT) and ACH payments. The OC limit will not be reflected in your balance provided by a teller, at the ATM, by CPCUi or Private Line.

You must tell us if you want to opt-in to OC protection on everyday ATM and Debit Card transactions.

We may refuse to pay an overdraft item at any time even though we may have previously paid overdrafts for you. For example, we typically do not pay overdraft items if your account is not in good standing as defined above, or if based upon review of your account management, we determine that you have too many overdrafts or are using OC as a regular line of credit.

This non-contractual service of paying overdrafts requires no account holder action. It is not a loan. No additional agreements need to be signed. It costs nothing unless this service is used -- by initiating checks or electronic funds transfers for more than is on deposit in the account. Before activating OC we will first exhaust the options of automatic transfer from a share account which includes a \$3 fee and/or any CYA loan transfer (15% APR). We will pay sharedraft items from smallest to largest so that the greatest number of member items is paid.

You may opt-out of this service by notifying us in writing at any time. If you have questions about the service please call us at 517-372-2400.