

Overdraft Coverage

As a courtesy to our members, South Central Credit Union provides discretionary overdraft service for eligible checking accounts. With this service, items presented against insufficient funds in your account may be paid up to your assigned limit.

A federal regulation prohibits ATM withdrawals and everyday debit card transactions without your prior approval and acknowledgment that you want us to pay such transactions against insufficient funds.

To receive the benefit of overdraft coverage, you are required to "opt-in," or agree to the terms and conditions of the overdraft coverage program.

What does this mean to you?

By opting-in to this service, you will prevent point-of-purchase debit card transactions and ATM withdrawals from being denied in the event that your account has insufficient funds.

Should you decide to "opt-out," or not receive overdraft coverage protection, insufficient funds will cause one-time debit card transactions and ATM withdrawals to be denied.

If you do not provide us overdraft consent your account will not include overdraft coverage for point of purchase debit card transactions and ATM withdrawals.

What you need to know about overdraft 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:

- We have standard overdraft practices that come with your account.
- We also offer overdraft privilege plans, such as a link to a savings account, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

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

We 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.

What fees will I be charged if South Central Credit Union pays my overdraft?

Under our standard overdraft practices:

- We will charge you a fee of \$25.00 each time we pay an overdraft.
- You will be charged a fee for each covered transaction which overdraws your account.

What if I want South Central Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions?

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, please click [here](#) and complete this form and mail it back to the address listed on the form, or call us at 517-787-2220.

What happens if I don't Opt-in?

If you do not opt-in and authorize us to pay your ATM and everyday debit card transactions using overdraft privilege, your transaction will be declined. If you choose not to opt-in, no action is required and overdraft privilege will not be automatically as of August 15th, 2010.