



2150 Trade Zone Blvd., Ste. 200, San Jose, CA 95131 • (888) 255-3637

## BACKUP COURTESY PAY PRIVILEGE DISCLOSURE – MONEY4ME ACCOUNT

An overdraft occurs when you do not have sufficient available funds in your Money4Me account to cover debit card purchases, automatic payments, checks, or other payments or transfers out of your account when they are presented to KeyPoint for payment.

“Available funds” means the amount actually available in your Money4Me account when an item is presented to KeyPoint for payment. “Available funds” may be less than your “actual balance.” For example, a hold placed for a pending debit card transaction, or a hold placed on a recent deposit of non-cash items may result in an available balance that is less than your actual balance. You can use Online or Mobile Banking or contact us at (888) 255-3637 to determine both your actual balance and your available balance at any time. Refer to our Funds Availability Policy found in our Consumer Member Handbook for our general deposit hold policy. Keeping track of all transactions on your Money4Me account will help you avoid overdrafts.

If multiple payment items are presented against the Money4Me account on the same day, we generally pay them in the following order, though *this order cannot be guaranteed*. (1) Automated clearinghouse (ACH) payments are posted as presented. (2) Checks are paid in the order received. (3) ATM and debit card payments are paid in the order received.

### OVERDRAFT PROTECTION PLANS

**Savings or Money Market Accounts:** You can authorize KeyPoint to transfer funds from your KeyPoint savings or money market account to cover Money4Me account overdrafts. This service will cover any overdraft transaction as long as you have sufficient available funds in the source account. All available funds in the source account (except the minimum balance in the Membership Savings Account required to maintain KeyPoint membership) can be used to cover overdrafts. Refer to the Truth in Savings disclosure covering the source account for minimum balance requirements and applicable fees.

**Lines of Credit:** You can also apply for a KeyPoint line of credit and authorize it as an overdraft protection source. If you are approved and the credit line has sufficient credit available, funds will be advanced to cover Money4Me overdrafts. Credit approval is required. Overdraft advances from lines of credit accrue interest from the day they occur. Refer to the applicable credit agreement for additional information about fees, costs, and other terms.

With an overdraft protection plan, as long as your source account or credit line has sufficient available funds or credit, overdrafts will not cause your Money4Me account to have a negative balance. Source accounts or credit lines designated for overdraft protection will be utilized to cover overdrafts prior to using BackUp Courtesy Pay Privilege.

If you anticipate overdrafts, you may wish to set up one or more overdraft protection plans as they are a less costly way to cover overdrafts than the Standard Overdraft Practices described below.

## STANDARD OVERDRAFT PRACTICES: BACKUP COURTESY PAY PRIVILEGE

Your Money4Me account comes with Standard Overdraft Practices called BackUp Courtesy Pay Privilege.

With BackUp Courtesy Pay Privilege, if a check, automated clearinghouse (ACH) payment, online or telephone payment, outgoing transfer using your Money4Me account number or debit card number is presented to KeyPoint, or a teller cash withdrawal is initiated, when you do not have sufficient available funds or an established Overdraft Protection Plan available to cover it, KeyPoint may, at our option, pay the item or allow the withdrawal, or decline or return the transaction for insufficient funds. If we pay the item, allow the withdrawal, or return the item, a fee of \$29.00 will be charged. There is no limit on the number or amount of overdraft fees that may be charged. If the same item is presented against insufficient funds more than once, a fee will be charged each time the item is presented. We may also, at our option, pay ATM transactions and everyday debit card transactions against insufficient funds but will not charge a fee for doing so.

If we pay an item under BackUp Courtesy Pay Privilege, your Money4Me account will have a negative balance which you must restore by making a deposit immediately, and in no event more than 32 days after we pay the item. Your failure to restore a negative balance may result in suspension of your debit card or suspension of other KeyPoint services.

At any time, you can opt out of BackUp Courtesy Pay Privilege entirely. Note that if you opt out of BackUp Courtesy Pay Privilege entirely, your transactions will be declined or returned. Parties to which you send payments may charge late fees and/or returned payment items fees.

KeyPoint is NEVER obligated to pay an overdraft under BackUp Courtesy Pay Privilege, even though we may have accommodated you this way in the past. We can suspend or terminate BackUp Courtesy Pay Privilege any time for any reason or no reason without advance notice to you. BackUp Courtesy Pay Privilege is not a line of credit. Money4Me account balances available through Online or Mobile Banking do not include BackUp Courtesy Pay Privilege.

BackUp Courtesy Pay Privilege will not be available if in our judgment you have had repeated overdrafts, you have not restored negative checking balances in a timely manner, you are in default on other obligations to KeyPoint, payment of an overdrafting item would cause a negative balance in excess of any maximum we set internally, your account is subject to levy or other legal process, or your account has not been open for at least 60 days.

Please feel free to call us with any questions about Overdraft Protection Plans or BackUp Courtesy Pay Privilege at (888) 255-3637 or visit any KeyPoint branch.

## WHAT YOU NEED TO KNOW ABOUT OVERDRAFTS AND OVERDRAFT FEES—MONEY4ME ACCOUNTS

An overdraft occurs when you do not have sufficient available funds in your transaction (checking) account to cover a transaction, but we pay it anyway. The Money4Me account is a KeyPoint Credit Union transaction account. “Available funds” may be different from your actual account balance due to deposit holds, debit card purchase holds or other pending transactions. To obtain your “available funds” at any time, you can use Online or Mobile Banking or call (888) 255-3637. We can cover your overdrafts in two different ways.

1. We have standard overdraft practices that come with your account.
2. We also offer overdraft protection plans, such as a link to another account or line of credit, which may be less costly than our standard overdraft practices. To learn more, ask about these plans.

This notice explains our standard overdraft practices on the Money4Me Account (which we call “BackUp Courtesy Pay Privilege”).

- **What are the standard overdraft practices that come with BackUp Courtesy Pay Privilege?**

We do authorize and pay overdrafts for the following types of transactions

- Checks and other transactions made using your Money4Me account number
- Payments and transfers initiated using Online or Mobile banking
- Teller withdrawals
- Recurring transfers initiated with your debit card number
- ATM transactions
- Everyday debit card transactions

**With BackUp Courtesy Pay Privilege, 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 KeyPoint pays my overdraft under BackUp Courtesy Pay Privilege?**

- We will charge you a fee of up to **\$29.00** each time we pay a transaction (other than an ATM transaction or everyday debit card transaction) that causes a negative balance on your Money4Me account.
- We will not charge a fee for paying an ATM transaction or everyday debit card transaction that causes a negative balance on your Money4Me account.
- There is no limit on the total fees we can charge you for overdrawing your account.
- If an item is presented against insufficient funds more than once, a fee will be charged each time it is presented.

You can opt in/out of BackUp Courtesy Pay Privilege on your Money4Me Account by calling (888) 255-3637, completing the online election in the Overdraft Protection, Courtesy Pay section of KeyPoint Mobile or Online Banking, emailing [info@kpcu.com](mailto:info@kpcu.com), or completing the form below and presenting it at a KeyPoint branch or mailing it to us at 2150 Trade Zone Blvd, Ste 200, San Jose, CA 95131: Attn: Member Services. Your election must provide sufficient information for us to identify your account, including your name, account number, and signature.

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\_\_\_\_ I do not want KeyPoint Credit Union to authorize and pay overdrafts on my Money4Me Account.

\_\_\_\_ I want KeyPoint Credit Union to authorize and pay overdrafts on my Money4Me Account.

Printed Name: \_\_\_\_\_ Date: \_\_\_\_\_

Account Number: \_\_\_\_\_ Signature: \_\_\_\_\_