



Overdraft Privilege Account Disclosure

An overdraft occurs when you do not have enough funds in your account to cover a transaction. To give you an added level of protection against a check being returned or a transaction being denied for non-sufficient funds, we offer Overdraft Privilege, a special overdraft protection service for our members. It is important for you to use your checking account responsibly and to never intentionally overdraw your account. However, we realize that financial shortfalls happen from time to time and we have several options available for you.

As a member benefit, we offer these useful services to cover you in the event that you overdraw your checking account.

Transfer from savings on your account – You can authorize us, in advance, to transfer the funds needed to cover your overdraft. Contact a member service representative to activate this service on your account. For members with a Tropical Plus or Enhanced relationship and for business accounts, there is no fee for the transfer service. Members with a Basic or iSucceed relationship will incur a \$1.00 overdraft protection fee for each transfer.

Line of Credit - A Personal Signature Loan (PSL) is available to cover overdrafts. This service requires you to complete an application and approval is based on creditworthiness. Contact our Loan Department for applicable terms and conditions. There is no fee for using a line-of-credit to cover overdrafts.

Overdraft Privilege – Overdraft Privilege is a service we add to your checking account to cover overdrafts to a set limit, subject to the eligibility criteria and types of transactions covered as explained below. With Overdraft Privilege we will generally pay your overdraft items in your Personal Checking account up to \$1,250, Premier One Checking up to \$1,500, Business Checking up to \$2,000. However, whether your overdrafts will be paid is discretionary and we reserve the right not to pay. For example, we typically do not pay overdrafts if your account is not in good standing or is not being managed in a responsible manner, or you are not making regular deposits.

When we pay overdraft items for you, you will be charged our normal NSF/Overdraft fee, currently \$36.00, for each item that is presented. Both the amount of the overdraft items and all applicable fees are included in this limit. You will not be charged an Overdraft fee for ATM and Debit Card transactions when we determine that your account is overdrawn by less than \$10.00 or for a transaction that is less than \$10.00. In addition, TFCU will not charge your account more than (5) Overdraft fees in one transaction day.

You will receive an overdraft notice by mail or electronic notice each time items are paid. The notice will identify the transaction amount and the Overdraft Privilege fee. In addition, your monthly statement will summarize the total amount of Overdraft Privilege fees assessed for each month, as well as the year-to-date total of fees.

Eligibility – No application is required for Overdraft Privilege. Eligibility is at the Credit Union's sole discretion and Overdraft Privilege service is generally made available for active account holders 30 days after the account is opened. Overdraft Privilege may be suspended or permanently removed from the member's account at the Credit Union's discretion.

Transactions covered by Overdraft Privilege – Overdraft Privilege will be available for all checks written, ACH preauthorized transactions, online banking (e-Branch) transactions and telephone banking (HomeBranch) transactions. If you attempt an ATM withdrawal or a debit card transaction and funds are not available in your account or another overdraft protection source you have elected, the transaction will be denied. To avoid having the transaction denied, you may opt-in and consent to the Overdraft Privilege service for ATM withdrawals and debit card transactions which allows the Credit Union to pay the items when funds are not available. You may opt-in for ATM

withdrawals and debit card transactions online at www.tropicalfcu.org, in person at any of our branches, or by calling us.

Payment order of items – We reserve the right to pay items presented in any order. Checks and electronically submitted items, such as Bill Payer or other ACH items, are paid in order based on dollar amount; from the highest amount to the lowest amount. All other items, such as debit card purchases or ATM withdrawals, are paid as they are presented.

Electronic item holds – Holds placed on your account for pending electronic transactions, such as hotel or car rental deposits reduce your available balance and may cause your account to become overdrawn.

Negative Balance Clearing – At closing on the last day of the month we automatically review all of your sub-accounts open on your share account with the Credit Union. In the event that you have funds in a sub-account, we will apply the necessary funds to clear any negative balances in your checking account, even if the account has been negative less than 30 days.

Account Agreement – Your account agreement describes the duties, obligations, and rights of depositors, authorized signatories and the Credit Union with regard to your deposit accounts, including our right of set-off of funds in this account against any due and payable debt to us.

Waiver – The Credit Union's forbearance from, or delay in, exercising any of the Credit Union's rights, remedies, privileges, or right to insist on your strict performance of any provisions of your account agreement, this Overdraft Privilege disclosure, or any other provision related to your account, shall not be construed to be a current or future waiver of the Credit Union's rights, remedies or privileges.

Remedy – You and the Credit Union agree that the exclusive remedy and forum for all disputes arising out of the Overdraft Privilege or your Credit Union's performance there under, except for matters you or the Credit Union take to small claims court, is arbitration by an independent arbitrator pursuant to the applicable rules of the American Arbitration Association, except as prohibited by law.

Opt Out – If you do not want the Overdraft Privilege on your account, you may opt-out for the service online at www.tropicalfcu.org, in person at any of our branches, or call a Contact Center representative at (305) 261-8328 from Miami-Dade County or (888) 261-8328 elsewhere. Your opt-out election will become effective on the following business day.

There are 2 options to opt-out of the Overdraft Privilege service:

1. **Opt-out of ATM withdrawals and debit card transactions to be covered by Overdraft Privilege.** At any time, you have the right to revoke a prior decision you have made to opt-in for these transactions by choosing this option to opt-out. Overdraft Privilege will still be available for all checks written, ACH preauthorized transactions, online banking (e-Branch) transactions and telephone banking (HomeBranch) transactions.
2. **Opt-out of Overdraft Privilege on my account.** By choosing this option, you are informing the Credit Union that you do not want the Overdraft Privilege service to apply to your account for any transactions.

Even though you have elected to opt-out, you will still be charged \$36.00 for each item returned. Members who receive Social Security, federal direct deposit, or any other entitlement benefit must opt out if they do not want the Credit Union to apply those funds to pay an overdraft.