

At times, unanticipated expenses or unforeseen problems can leave you with too little cash in your checking account. Having a transaction returned due to insufficient funds can be a costly and potentially embarrassing experience.

At UBI Federal Credit Union, we do not encourage you to overdraw. As always, we want you to manage your finances responsibly, however, we want to save you from the additional merchant fees and possible damage to your credit history that might result if a transaction is returned.

That's why we provide "Member Privilege", a special overdraw service, for UBI Federal Credit Union's members.

Member Privilege

Overdraw Policy

An insufficient balance can result from several events, such as (1) the payment of electronic checks, electronic funds transfers or other withdrawal requests; (2) payments authorized by you; (3) the return of unpaid items deposited by you; (4) credit union service charges; or (5) the deposit of items which, according to the credit union's Funds Availability Policy, are treated as not yet available or finally paid. We are not obligated to pay any item presented for payment if your account does not contain sufficient funds. However, if you maintain your account in good standing (defined as making regular deposits and bringing your account to a positive balance, including payment of all credit union fees charged to your account, at least once every 30 days) and there are no legal orders, liens or levies outstanding, we may approve your reasonable overdrafts as a non-contractual courtesy. In the normal course of business, we generally pay electronic transactions first and then checks per the credit union's policy. We reserve the right to change the order of payment without notice to you if we suspect fraud or possible illegal activity affecting your account. Also, please be aware that the order of item payment may create multiple overdrafts during a single banking day for which you will be charged \$35 for each overdraft (paid or returned). You may opt out of Member Privilege at any time, but you are responsible for any overdrawn balances at the time of opting out. Normally, we will not approve an overdraft for you in excess of \$700. So as not to exceed your limit, please note that the amount of the overdraft plus \$35 will be deducted from the overdraft limit. We may refuse to pay an overdraft for you at any time even though we may have previously paid overdrafts for you. You will be notified by mail of any non-sufficient funds items paid or returned that you may have; however, we have no obligation to notify you before we pay or return any item. The amount of any overdraft paid by us on an account with more than one owner on the signature card, each owner and agent, if applicable, drawing/presenting the item creating the overdraft, shall be jointly and severally liable for such overdraft plus \$35.

Member Privilege should not be viewed as an encouragement to overdraw your account. As always, we encourage you to manage your finances responsibly. If you previously opted into this service and would like to opt-out please call (860) 747-4152 or contact any of our branch locations.

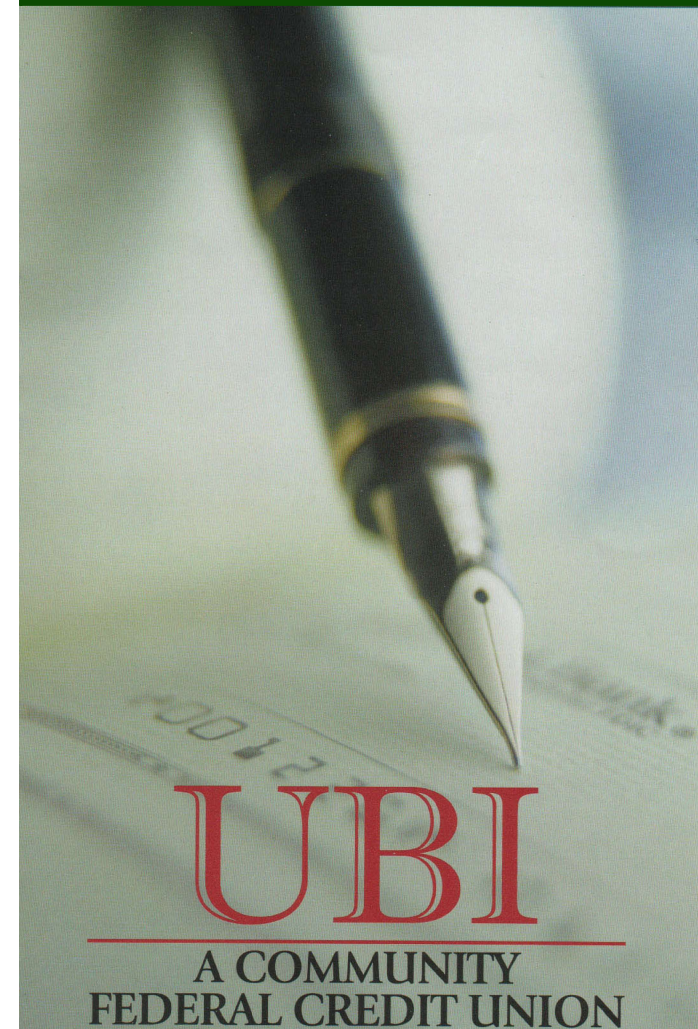
Please note that your Member Privilege limit may be available to you by covering a electronic check or ACH Debit transaction. This limit may be reflected in your balance provided by a teller or through Online Banking or Telephone Banking.

LIMITATIONS: Member Privilege is a non-contractual courtesy that is available to individually/ jointly owned accounts in good standing for personal or household use. UBI Federal Credit Union reserves the right to limit participation to one account per household and to discontinue this service without prior notice.



Member Privilege®

OVERDRAFT PRIVILEGE
FOR YOUR ACCOUNT



What is Member Privilege?

Member Privilege is an overdraft service that protects you from a transaction being returned in the event you don't have enough funds to pay it.

What if I do not want Member Privilege on my checking account after opting in?

If you previously opted into Member Privilege and would like to opt out please call: **(860) 747-4152**

How does Member Privilege work?*

As long as you maintain your account in good standing, UBI Federal Credit Union may honor overdrafts up to \$700 on your account. Whether your overdraft 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 you are not making regular deposits, or have too many overdrafts. To ensure you don't exceed your limit if you use Member Privilege, please note that the amount of the overdraft plus \$35 for each item will be deducted from your overdraft limit. No interest will be charged on the overdraft balance.

*Please refer to the overdraft policy for additional details.

How do I know when I use the overdraft limit?

You will receive an overdraft notice each time items are paid. The notice will show the check number, amount, and the Member Privilege Fee. You will need to subtract the total fees when balancing your checkbook.

What fees will I be charged if you pay my overdraft?

- We will charge you a fee of \$35 each time we pay an overdraft.
- There is no limit on the total fees we can charge you for overdrawing your account.

What standard overdraft practices come with my account?

We authorize and pay overdrafts for:

- Checks and other transactions made with your checking account number.
- Automatic bill payments.

Unless you opt in, we **DO NOT** authorize and pay overdrafts for:

- ATM Transactions
- Debit card and point of sale transactions
- Any other electronically generated transaction

What if I go beyond my Member Privilege limit?

Overdrafts above and beyond your established Member Privilege limit may result in your transactions being returned to the payee. The standard NSF fee will be charged per item and assessed to your account. An NSF notice will be sent to notify you of our actions.

What does my Member Privilege cost?

There is no additional cost unless you use it. You will be charged \$35 for each item created by transaction or other electronic means paid under the limit. (For example, three paid items in one day will result in an Member Privilege fee x 3)

How soon can I use my Member Privilege?

You will be able to use the Member Privilege service 90 days after opening your transactional account.

What are some of the ways I can access my Member Privilege limit? Will my limit be reflected in the balance I receive?

The chart below shows the different ways you can access your Member Privilege limit and indicates whether or not this limit will be reflected in the balance provided.

Access Points	Is my Overdraft Privilege Limit Available?	Do I need to be opted in to access this?
Check / eCheck	Yes	-NO-
ACH-Auto Debit	Yes	-NO-
Debit Card / POS	Yes	-YES-
ATM	Yes	-YES-

What are some other ways I can cover overdrafts at UBI Federal Credit Union?

The best way to avoid overdrafts and returned transaction fees is to manage your account so you don't overdraw it, however, if a mistake occurs, UBI Federal Credit Union offers additional ways to cover overdrafts in addition to Member Privilege.

Ways to cover overdraft transactions at UBI Federal Credit Union	Associated Fees
Good account management	\$0
Overdraw Transfer	\$5 per item
Member Privilege	\$35 per item