

Simply Invaluable!

overdraft privilege

April 2017



At times, unanticipated expenses or unforeseen circumstances can leave you with too little available cash in your checking account. Having a check returned due to insufficient funds can be a costly, inconvenient and a potentially embarrassing experience. At Sikorsky Credit Union, we do not encourage overdrafts. As always, we encourage 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 check or other item is returned. That's why we provide Overdraft Privilege, a special overdraft service for Sikorsky Credit Union members.

What is Overdraft Privilege?

Overdraft Privilege is a discretionary overdraft service requiring no action on your part that provides you a safety net up to an automatically assigned overdraft limit.

Your Overdraft Privilege limit may be available for checks and other transactions made using your checking account number, electronic (ACH) debits and recurring debit card transactions. Also, at your request, we may authorize ATM transactions and one-time debit card transactions (e.g., everyday debit card purchases).

What does my Overdraft Privilege cost?

There is no additional cost associated with this privilege unless you use it. You will be charged a Paid Non-Sufficient Funds (NSF) Fee of \$33.00 for each overdraft created by a check, automatic or other electronic (ACH) transaction, online banking transfer, online bill payment, cashing a Sikorsky Credit Union check at a teller, or recurring debit card transaction. Also, if you have requested us to do so, we may authorize and cover ATM transactions and one-time debit card transactions (e.g. everyday debit card purchases). For example, three paid items in one day will result in \$99.00 in Paid NSF Fees. To help you manage your account, the total amount of fees you have paid for items (both paid and returned) during the current month and for the year-to-date will be reflected on your monthly checking account statement.

How does Overdraft Privilege work?

As long as you maintain your account in "good standing," we may approve your overdraft items within your current available Overdraft Privilege limit as a non-contractual courtesy.

For Overdraft Privilege consideration, your account is in "good standing" if you (1) deposit enough money to bring your account to a positive end-of-day balance at least once every 30 calendar days (including the payment of all Sikorsky Credit Union fees and charges); (2) avoid excessive overdrafts (six or more Paid Non-Sufficient Funds Fee occurrences in a 12 month period) suggesting the use of Overdraft Privilege as a continuing line of credit; (3) have no legal orders, levies or liens against your account; and (4) have no charged off or delinquent debts owed to Sikorsky Credit Union.

Please note that the amount of the overdraft plus our Paid NSF Fee of \$33.00 for each item may be deducted from your overdraft limit. If the item is returned, the Returned NSF Fee of \$33.00 will

be deducted from your account. No interest will be charged on the overdraft balance. We will not charge you more than five Returned NSF and/or Paid NSF fees per day.

Please refer to the Sikorsky Credit Union Overdraft Privilege Disclosure for additional details.

How do I know when I use the overdraft limit?

You will receive an overdraft notice each time items are paid or returned including the fees you are charged. You will need to subtract the total fees when balancing your checkbook.

What is my Overdraft Privilege limit?

Sikorsky Credit Union has established the Overdraft Privilege limit at \$400.00.

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

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

access points	is my overdraft privilege available?	does the balance provided reflect my overdraft privilege limit?
Teller	Yes ¹	No
Writing a Check	Yes	N/A
Debit Card (recurring)	Yes	N/A
Debit Card (everyday)	No ²	N/A
ATM Transactions	No ²	No
ACH Auto Debit	Yes	N/A
Online Banking	Yes	No
Online Bill Pay	Yes	N/A
CALL-24 Telephone Banking	No	No

¹When you cash a Sikorsky Credit Union check.

²Overdraft Privilege will be made available for ATM transactions and one-time Debit card transactions upon your request. Visit our website, www.sikorskycu.org/overdraft; call 203-377-2252, option 4; or visit one of our branches to arrange for your ATM and debit card coverage.

How soon can I use my Overdraft Privilege?

If you are a new member and are at least 18 years old, we will advise you the day you open your checking account that you may use the Overdraft Privilege service. Your Overdraft Privilege may continue to be available provided you maintain the account in "good standing" as defined in this document.

What if I go beyond my Overdraft Privilege limit?

Overdrafts above and beyond your established Overdraft Privilege limit may result in checks or other items being returned to the payee. The Returned NSF Fee of \$33.00 will be charged per item and assessed to your account. We will not charge you more than five Returned NSF and/or Paid NSF fees per day. An Overdraft notice will be sent to notify you of items paid and/or returned.

How quickly must I repay my Overdraft Privilege?

You should make every attempt to bring your account to a positive end-of-day balance as soon as possible, and must do so within 30 calendar days. If you are not able to do so, you will receive a letter from Sikorsky Credit Union informing you that your Overdraft Privilege limit has been suspended and additional items will be returned. If your limit is suspended, unless we notify you otherwise or you request this service be removed from your account, your limit will remain suspended for 90 days from the first business day you bring your account to a positive balance. You may contact us after the 90 days to see if your overdraft privilege can be reinstated.

What if I am having trouble repaying my Overdraft Privilege or use it frequently?

Please contact us at 203-377-2252, option 4 if: (1) you do not believe you will be able to bring your account to a positive end-of-day balance within the required time period; (2) find that you are using Overdraft Privilege more often than you intend; or (3) don't understand why your account becomes overdrawn. We would like to discuss your situation with you.

Following regulatory guidance, we will contact you if you are paying multiple Paid NSF Fees, (i.e., 6 or more Paid NSF Fee occurrences in a 12 month period) to discuss possible alternatives to Overdraft Privilege that may better meet your short term credit needs. In the event you ask us to stop contacting you because you have determined Overdraft Privilege is appropriate for your needs, we will honor your wishes. However, if we identify that the number and frequency of overdrafts increases materially for an extended period of time at some point after that, we may contact you again to ensure Overdraft Privilege is still the most appropriate option available to you for covering your short term credit needs.

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

The best way to avoid overdrafts and fees is to keep track of your account balance by entering all checks, automatic or other electronic (ACH) transactions, debit card transactions and ATM transactions in your check register, reconcile your check book regularly and manage your finances responsibly. However, if a mistake occurs, Sikorsky Credit Union offers additional ways to cover overdrafts in addition to Overdraft Privilege.

ways to cover overdrafts at Sikorsky Credit Union	example of associated rates and fees ³
Good account management	\$0
Overdraft transfer from Savings	\$5.00 per transfer
Line One - Line of Credit ⁴	As low as 13.00% APR
Overdraft Privilege	Paid NSF Fee of \$33.00 for each item (maximum of five NSF fees per day)

³ This information is effective as of April 2017 and is provided as examples. Please ask us about our current specific products, rates and fees.

⁴ To learn more, ask a Credit Union representative about this service.

What if I do not want to have Overdraft Privilege on my account?

If you would like to have this service removed from your account, please call 203-377-2252, option 4.



1000 Oronoque Lane, Stratford, CT 06614 • (203) 377-2252 • (888) 753-5553

Stratford • Milford • Shelton • Seymour • Danbury • www.SikorskyCU.org

Federally Insured by NCUA. © Sikorsky Financial Credit Union, Inc. SFCU-06-BRO Rev. 04/17

