



COURTESY PAY OVERDRAFT PAYMENT PROGRAM

Did you ever make a math mistake in your check register resulting in an overstated balance? Did your deposit get delayed in the mail? Having a check returned or a debit card transaction denied due to insufficient funds can be an inconvenient and embarrassing experience.

Montana Health Federal Credit Union encourages responsible handling of all of your credit union accounts. While we do not encourage overdrafts, we want to provide you with the means to avoid the additional merchant fees and possible damage to your credit history that might result if a check is returned or a debit card transaction is denied.

We are pleased to announce the implementation of our new Courtesy Pay program.

Courtesy Pay Description

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:

1. We have standard overdraft practices that come with your account.
2. We also have overdraft protection plans, such as a link to a savings account and overdraft protection loans that may be less expensive than our standard overdraft practices. Ask an Account Services Representative for more details on these options.

Courtesy Pay, a standard overdraft practice, is a discretionary overdraft service requiring no action on your part that provides you with access to your assigned overdraft limit. Your Courtesy Pay limit may be available for the following types of transactions:

- Checks and other transactions made using your checking account number
- Automatic bill payments and recurring debit card payments

If you instruct us to, we may also authorize and pay

- ATM transfers or withdrawals
- Everyday debit card purchases

This discretionary service will generally be limited to \$300 overdraft balance for checking accounts. Any and all fees and charges, including but not limited to non-sufficient funds/overdraft fees will be included in the courtesy pay limit. MHFCU reserves the right to require you to pay your negative balance, including all fees, on demand.

Whether your overdrafts will be paid or not is at our sole discretion and we reserve the right not to pay. We may refuse to pay an overdraft for you at any time, even though your account is in good standing and even though we may have previously paid overdrafts for you. We have no obligation to notify you before we pay or return any item. If there is an 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 overdrafts, including our fees.

Courtesy pay may be revoked at any time by the credit union. The service is not an obligation of the credit union and the credit union may refuse to provide the courtesy on any checking account at any time.

Qualifications for Access to Courtesy Pay

By maintaining your account in good standing, we may approve your overdraft items within your current available Courtesy Pay limit as a non-contractual courtesy.

- Your checking account has been open at least 30 days, without excessive NSF's
- You must be at least 18 years of age

- No delinquency of 30 days or more on any loans
- Not subject to any legal or administrative order or levy
- Continue to make deposits on a monthly basis that equal at least \$300.00
- Make sufficient deposits to bring your account to an end-of-day positive balance at least once every 30 calendar days (including the payment of all credit union fees and charges)
- Avoid excessive overdrafts suggesting the use of Courtesy Pay as a continuing line of credit

Cost of Courtesy Pay

There are no set up or maintenance fees for Courtesy Pay. The only cost to use Courtesy Pay is if you overdraw your account. A fee of \$25.00 will be assessed to your checking account for each item we pay that creates or increases a negative balance in your checking account.

Notice of Overdrafts

You will receive a Courtesy Pay notice in the mail each time items are paid. The notice will show the check number if available, transaction amount, and the Courtesy Pay Fee. You will need to subtract the total fees when balancing your check book. The credit union has no obligation to notify you before we pay an item. There is also no limit on the total fees we can charge you for overdrawing your account. Overdraft fees are reported on your monthly checking account statements from MHFCU.

Returning to Positive Balance

You should make every attempt to bring your account to an end-of-day positive 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 MHFCU informing you that your Courtesy Pay limit has been suspended and additional items will be returned.

Opt-in for Complete Coverage

If you would like to authorize MHFCU to pay debit card and ATM transactions that will help you avoid embarrassing situations when your card might be denied at point of purchase, please complete the attached form and return it to the credit union. You may revoke this authorization at anytime simply by calling the credit union.

YES, I authorize Montana Health Federal Credit Union to pay overdrafts in my checking account created by debit card and ATM transactions.

Member Name

Account Number

Signature

Date

Mailing address
Montana Health FCU
PO Box 2376
Billings, MT 59103

Contact Us
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