



COURTESY PAY

(A discretionary overdraft service)

Courtesy Pay is available for transactions drawn on your personal share draft checking account, for ATM/Debit Cards, ACH Items and electronic funds transfers (bill payment). It is the policy of First Alliance Credit Union (the credit union, “we”, “us”, or “our”) to comply with applicable laws and regulations, and to conduct business in accordance with applicable safety and soundness standards.

A non-sufficient funds (negative) balance may result from: (A) The payment of checks, electronic funds transfers, or other withdrawal requests; (B) Payments authorized by you; (C) Items that are returned unpaid that are deposited by you; (D) Our fees/charges; (E) The deposit of items which according to our Funds Availability Policy are treated as not yet “available” or collected.

We are not obligated to pay any item presented for payment if your account does not contain sufficient collected funds. Rather than automatically returning unpaid any non-sufficient funds items that are presented, if you maintain your account in good standing, which includes at least (A) Continuing to make deposits consistent with your past practices. (B) You are not in default on any loan obligation to us. (C) You bring your account to a positive balance (not overdrawn) at least once every (30) days, and (D) Your account is not the subject of any legal or administrative order or levy, we will consider, without obligation on our part, approving your reasonable overdrafts; as a purely discretionary overdraft “courtesy”. Courtesy Pay limits will start at \$500 overdraft (negative) balance for all accounts. Please contact a Member Service Representative if you desire an increase in your Courtesy Pay limit. Increases are subject to approval. Any and all fees and charges, including without limitation or non-sufficient funds/overdraft fees (as set forth in our fee schedules) will be included in this limit and will apply to any transaction that may overdraw your account (see “Eligible Account and Transaction Types”).

We may refuse to pay an overdraft for you at any time, even if your account is in good standing and 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 overdrafts plus our Non-Sufficient Funds and/or overdraft (NSF/OD) Charge(s) that you owe us shall be due and payable upon demand.

If there is an overdraft paid by us on account with more than one owner on the signature card, each owner, and agent if applicable, presenting the item creating the overdraft, shall be jointly and severally liable for such overdrafts plus our Non-Sufficient Funds and/or overdraft (NSF/OD) charges.

LIMITATIONS: Savings Type Accounts, Money Market Accounts, Public Fund/Charitable Organization Accounts, Student Minor Accounts, and Other Minor Accounts (not of legal age) are not eligible. Other accounts may be restricted depending on account history and/or credit union discretion. We may limit the number of accounts eligible for Courtesy Pay Service to one account per household and/or one account per taxpayer ID.

ELIGIBLE ACCOUNT TYPES: The account types that are eligible for the Courtesy Pay Service are share draft checking accounts.

NEW MEMBERS: New member share draft checking accounts are eligible for courtesy pay 120 days from the date of account opening.

ELIGIBLE TRANSACTION TYPES:

- Checks and other transactions made using your checking account number
- Automatic bill payments
- ACH Transactions
- ATM Transactions
- Every day debit card transactions

OPTIONAL OVERDRAFT PROTECTION SERVICES: You may apply for overdraft protection from an established Line of Credit account and/or funds transfer from a designated asset account. If you qualify for these services, this may save money on the fees/charges you pay us for overdraft protection.

MEMBER OPT-IN: First Alliance Credit Union cannot authorize or pay transactions on your share draft account(s) without your permission. To participate in the courtesy payment program you must tell us your wishes in writing. First Alliance will then send you a confirmation of your decision.

IF YOU NEED HELP: Overdrafts should never be used to finance ordinary or routine expenses and you should not rely on overdrafts to cover these expenses.

A DISCRETIONARY SERVICE: Our Courtesy Pay Service does not constitute an actual or implied agreement between you and us. Nor does it constitute an actual or implied obligation of ours or by us. This service represents a purely discretionary courtesy that we may provide to you from time to time and which may be withdrawn or withheld by us at any time: without prior notice, reason or cause.

LOSS OF COURTESY PAY: If you fail to bring your account to a positive balance within 30 days your Courtesy Pay privileges will be suspended. Upon member request, suspended accounts will be re-evaluated after 90 days of positive account activity. Please contact a member service representative to have your account re-evaluated.

REPAYMENT PLAN: This plan is designed to help you pay your overdraft balance, incurred from the use of the Courtesy Pay Services, including credit union fees and charges, in monthly installments rather than the entire balance at one time. This plan allows you to continue using your current share draft checking account, from which we will automatically deduct each monthly payment.