

Courtesy Pay Basic & Courtesy Pay Plus

GENERAL INFORMATION

Courtesy Pay offers the following coverage:

Courtesy Pay Basic—Covers overdrafts for checks you write and other recurring transactions you make such as ACH Payments and bill pay payments.

Courtesy Pay Plus—In addition to the checks and recurring transactions that may be covered by Courtesy Pay Basic, ATM and everyday debit card transactions are also paid with Courtesy Pay Plus.

A non-sufficient funds (negative) balance may result from:

- Payment of checks, electronic funds transfers, or other withdrawal requests authorized by you;
- Nonpayment and return of items deposited by you;
- Imposition of applicable fees assessed to your account; or
- Funds held on deposited checks in accordance with the Credit Union's Funds Availability Policy.

We are not obligated to pay any item presented for payment if your account does not contain sufficient funds or a positive available balance.

Available balance is the amount of money in your account that is currently available for you to make purchases, withdrawals, etc. The available balance is the balance in your account minus any approved pending transactions that have yet to clear your account. It does not include any checks you have written that have not been presented for payment, bill payments that have been scheduled but not yet sent, or ACH transactions (direct withdrawals and/or direct deposits) that have not yet posted. Your available balance is updated throughout the day as transactions are posted. Available balance is used to determine whether an item will be paid and to assess overdraft fees.

The balance and available balance reflected on your account at times may be different. This can be due to things such as:

- A hold placed on a check you deposited.
- A temporary debit authorization hold.

On debit card purchases, merchants may request a temporary hold on your account for a specified sum of money, which may be more than the actual amount of your purchase. This temporary hold, and the amount charged to your account, will eventually be adjusted to the actual amount of your purchase, but it may be up to three (3) business days before the adjustment is made.

Until the adjustment is made, the amount of funds in your account available for other transactions will be reduced by the amount of the temporary hold. If another transaction is presented for payment in an amount greater than your available balance at the time the transaction is presented, that transaction will be considered a non-sufficient funds ("NSF") transaction if we do not pay it or an overdraft transaction if we do pay it. You will be charged an NSF or overdraft fee according to our NSF or overdraft fee policy.

At the sole discretion of the Credit Union, we may pay the insufficient funds item and overdraw your account or the Credit Union may return the insufficient funds item without payment. In either case, we may charge you a fee for each item.

To pay items which may overdraft your account, neither Courtesy Pay Basic nor Courtesy Pay Plus constitutes an actual or implied agreement between you and the Credit Union or an actual or implied obligation of or by the Credit Union. These services represent a purely discretionary courtesy or privilege the Credit Union may provide to you from time to time which may be withdrawn or withheld by us at any time without prior notice, reason, or cause.

ELIGIBILITY REQUIREMENTS

Eligible members (described below) are automatically enrolled in Courtesy Pay Basic. Courtesy Pay Plus requires the member to opt in by filling out a form or calling 800.562.5515.

Pathway Checking is not eligible for Courtesy Pay Basic or Courtesy Pay Plus.

INITIAL ELIGIBILITY

Eligibility requirements for Courtesy Pay Basic and Courtesy Pay Plus are explained below.

NEW MEMBER

The primary member must be at least 18 years old.

EXISTING MEMBER

In addition to the new member requirement defined above, the primary member must:

- *Not be delinquent on any Credit Union loan (defined as more than 30 days past due);*
- *Not have a modified loan with the Credit Union;*
- *Not be subject to any legal or administrative order on a Credit Union account; and*
- *The checking account you wish to designate for this service must be in good standing (defined as bringing the balance in the account to a positive balance within 30 days of the overdraft occurrence)*

ONGOING ELIGIBILITY

The Credit Union will cancel your participation in Courtesy Pay Basic or Courtesy Pay Plus if you are no longer a member in good standing. A member in good standing must:

- *Have brought a negative balance in your checking account to a positive balance within 30 days of the overdraft occurrence;*
- *Not be delinquent on any Credit Union loan (defined as more than 30 days past due);*
- *Not have a modified loan with the Credit Union; and*
- *Not be subject to any legal or administrative order on a Credit Union account.*

Failure to meet these eligibility requirements will result in the Credit Union revoking your Courtesy Pay Basic and/or Courtesy Pay Plus privileges. If you wish to be reinstated for participation in Courtesy Pay Basic or Courtesy Pay Plus, you must be a member in good standing (as defined above) for a period of six (6) consecutive months from the date the Credit Union cancels your participation.

We will consider, without obligation on your part, approving your reasonable overdrafts. This discretionary service will be limited to a \$700 overdraft (negative) balance for any eligible checking account. All fees, including without limitation our Overdraft Fee (as set forth in our Consumer Product & Fee Disclosure), will be included in this limit and will apply to any transaction that overdraws your account.

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. You may be notified of any non-sufficient funds items paid or returned you may have; however, we have no obligation to notify you before we pay or return any items.

The amount of any overdrafts and overdraft or non-sufficient funds fees you owe us shall be due and payable on demand. If there is an overdraft paid by us on an account with more than one (1) owner on the account, each owner, and agent if applicable, shall be jointly and severally liable for such overdrafts plus any associated fees.

CANCELLING COURTESY PAY BASIC OR COURTESY PAY PLUS

If you do not wish to use Courtesy Pay Basic (assuming you met the eligibility requirements for this service), you may notify the Credit Union as follows:

- At the time of account opening
- At any time by calling the Credit Union at 800.562.5515 or 206.298.9394 or visiting a Credit Union branch.

If you opt in for Courtesy Pay Plus and at a later date would like to cancel your participation in Courtesy Pay Plus, you may notify the Credit Union at any time as follows:

- Call us at 800.562.5515 or 206.298.9394
- Visit a branch
- Visit salalcu.org to download the form, fill it out, and mail to the address below;
- Write to us at:
Salal Credit Union
Attention: Opt In/Out
PO Box 75029
Seattle, WA 98175-0029

If you opt out or cancel Courtesy Pay Basic and/or Courtesy Pay Plus, you may incur overdraft/non-sufficient fund fees if you have insufficient funds when a single or recurring debit card transaction clears the account.