

Courtesy Pay Opt-In Form for ATM and One-Time Debit Card Transactions ONLY - effec. July 1, 2010

An Overdraft occurs when you do not have enough money available in your account (savings or checking) to cover a transaction, but we may pay it anyway.

We currently cover your overdrafts on your Checking account in two different ways and you choose the order in which they occur. There is no Overdraft Protection on Savings accounts.

1) 1st Community offers FREE standard Overdraft Protection available to all checking accounts upon your request:

a) we can transfer any available funds from any savings, checking, and/or club account you have access to if you give us prior authorization; and/or

b) we can advance on any pre-approved 1st Cash Line of Credit you have access to (as long as no loans are delinquent on that member #)

AND/OR

2) 1st Community has also made an additional safety net called Courtesy Pay (previously called Overdraft Privilege) available to the majority of our members. Courtesy Pay allows us to authorize and clear transactions on your checking account up to a \$500 negative balance with a \$25 fee per item. This option is currently on your checking account if on your account or statement the name of your checking account is followed by "w/CP." Ex. "1ST RATE CHECKING W/CP."

Federal lawmakers created new rules governing only certain transactions using Courtesy Pay (previously called Overdraft Privilege) programs that go into effect on:

**July 1, 2010, for New Members
August 15, 2010, for Current Members**

What does this mean to you?

1) the Courtesy Pay program itself will still be provided to members under the same criteria as before, but the types of transactions Courtesy Pay can be used for on your checking account have changed:

a) Courtesy Pay will still operate the same for written checks, ACH items, or recurring debit transactions, such as regularly scheduled bill payments. They can still be authorized and paid with a fee if necessary;

the CHANGE IS

b) you can no longer take advantage of Courtesy Pay for ATM or one-time debit card transactions (like gas, restaurants, retail purchases, etc) without providing us your NEW "opt-in" approval

How can you provide this approval?

- 1) you can "opt-in" by completing and signing the authorization to the right and mailing it or faxing it as indicated; or
- 2) you can call the Credit Union at 325/653-1465 or 800/749-1465 and "opt-in" verbally; or
- 3) you can go online to www.1cfcu.org - print this same form, sign it and mail it or fax it as indicated.

What happens if I don't do anything?

- 1) Courtesy Pay will still operate the same for written checks, ACH items, or recurring debit transactions, such as regularly scheduled bill payments. They can still be authorized and paid with a fee if necessary;
- 2) However, if you do not opt-in Courtesy Pay will not be available to cover ATM or one-time debit card transactions and they will not be authorized if funds are not available.

OPT IN FORM

effective July 1, 2010 for new members & August 15, 2010 for members with accounts

Please indicate your preference by marking only one choice below. This decision will go into effect when the Credit Union receives this notice and has a reasonable opportunity to change my account on the system.

() I DO WANT 1st Community Federal Credit Union to authorize and pay overdrafts using Courtesy Pay or any other option that requires a fee on my ATM and one-time debit card transactions. Applies to both Savings & Checking.

() I DO NOT WANT 1st Community Federal Credit Union to authorize and pay overdrafts using Courtesy Pay or any other option that requires a fee on my ATM and one-time debit card transactions. Applies to both Savings & Checking.

Printed Name

Member Number (one member number per form - you may photocopy for additional accounts)

Signature

Date

Please contact 1st Community FCU at 325/653-1465 or 800/749-1465 or visit any of our offices and we will be happy to answer any questions you may have.

Mail to - 1st Community Federal Credit Union
3505 Wildewood Drive
San Angelo, Texas 76904

Fax to - 325/947-2159

Call - 325/653-1465 or 325/800/749-1465

Come in to any of our lobbies to sign and/or drop off the form
"CU Easy" Internet banking secure e-mail - www.1cfcu.org

Regardless of the method you use to "opt-in" we are required by law to provide you with a written confirmation of your consent.

If this form is not returned or you do not contact us in one of the other approved manners, we must assume that you DO NOT WANT any type of Courtesy Pay or any other option that requires a fee on your ATM and every-day debit card transactions. This service will then be removed effective August 15, 2010.

You have the option to delete your "opt-in" authorization at any time.

Credit Union use only:

Date Processed _____

Initials/Teller # _____ **Branch** _____

XP _____ **Contact** _____ **Confirmation to Mbr** _____

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