



DISCRETIONARY COURTESY PAY DISCLOSURE

It is the intent of Dow Chemical Employees' Credit Union (DCECU) to comply with all applicable laws and regulations and to conduct business in accordance with applicable safety and soundness standards.

The DCECU Account Agreement and Disclosure provided to you at the time you opened your account with us controls the duties, obligations and rights of the Depositor, the Authorized Signatories and Dow Chemical Employees' Credit Union with regard to your Share Draft (Checking) Account. The Account Agreement and Disclosure (and all amendments thereto) and its terms shall control any possible conflict, if any, between any provision of this Discretionary Courtesy Pay Disclosure and the Account Agreement and Disclosure. A copy of the DCECU Account Agreement and Disclosure is available to you upon request from Dow Chemical Employees' Credit Union.

Courtesy Pay is not a line-of-credit. However, if you overdraw your account, we will normally pay the overdraft, subject to the limit of your Courtesy Pay privilege, including the \$20.00 fee. A fee is imposed for overdrafts created by checks, VISA[®] Check Card withdrawals/transactions, or by other electronic means. BASIC Courtesy Pay service covers overdrafts from checks, ACH electronic debits (including Bill Pay transactions) and recurring debit transactions. ENHANCED Courtesy Pay service may also be selected to cover ATM/Point of Sale transactions (PIN-based) and everyday debit card transactions.

DCECU is not obligated to pay any item presented for payment if your account does not contain sufficient available funds, and any discretionary payment (or other negotiation or processing) by DCECU of any non-sufficient fund check(s) or other item(s) does not obligate DCECU to pay any additional non-sufficient fund check(s) or item(s) or to provide prior notice of its decision to refuse to pay any additional non-sufficient fund checks or items.

Dow Chemical Employees' Credit Union is committed to always providing you with the highest level of member service, now and in the future. Therefore, courtesy payment privilege of \$500 will be extended to you if your account has been open for at least ninety (90) days. This privilege may increase to \$750 when your account has been open at least one hundred eighty (180) days. To be eligible for courtesy payment, you must maintain your account in good standing, which includes at least:

- A) Depositing an amount equal to or greater than the amount of discretionary overdraft privilege extended to your account within each thirty (30) day period* and bringing your account to a positive balance within every thirty (30) day period for a minimum period of 24 hours;
- B) You are not in default on any loan or other obligation to Dow Chemical Employees' Credit Union; and
- C) You are not subject to any legal or administrative order or levy.

Dow Chemical Employees' Credit Union will normally pay overdrafts within the Courtesy Pay privilege limits, but payment by DCECU is a discretionary courtesy and not a right or obligation. This privilege will generally be limited to a maximum of either a \$500 or \$750 overdraft (negative) balance. Any and all fees and charges, including without limitation the non-sufficient funds fees (as set forth in our Account Fee Schedule and Account Agreement and Disclosure), will be included as part of this maximum amount.

The total discretionary negative balance as a result of courtesy payments, including any and all fees and charges and all non-sufficient funds and fees is due and



payable upon demand, and Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all such amounts, as described in the DCECU Account Agreement and Disclosure. Negative balances resulting from courtesy payments must not exceed 30 days.

Again, while Dow Chemical Employees' Credit Union will typically pay overdrafts on accounts in good standing (as described above), payment is a discretionary courtesy and not a right or obligation and Dow Chemical Employees' Credit Union in its sole and absolute discretion, can cease paying overdrafts at any time without prior notice of reason or cause.

*Your eligibility for and/or the amount of courtesy payment privilege extended to you may change on a daily basis. If aggregate deposits made to your prime share, checking and high yield accounts are less than \$500 in the past 30 days, courtesy payment privilege will be temporarily suspended until such time deposits total a minimum amount of \$500.



Name:

Account #:

What You Need to Know about Overdrafts and Overdraft Fees

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 we call Courtesy Pay, available to eligible members on their checking account. (This service is not provided automatically. You must opt-in to obtain this service.)
2. We also offer overdraft protection plans, such as a link to a savings account or an overdraft line-of-credit, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

This notice explains our standard overdraft (Courtesy Pay) practices.

▶ **What are the standard overdraft practices that come with my account?**

We do not authorize and pay overdrafts for the following types of transactions:

- Automatic transfers between accounts at DCECU,
- Transfer requests within *1Call* audio response or Online Banking,
- Withdrawals/Transfers over the counter at DCECU, or
- ATM withdrawals or transfers.

COURTESY PAY – BASIC

We may* authorize and pay overdrafts for the following types of transactions:

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

COURTESY PAY – ENHANCED (includes all features of Courtesy Pay – Basic listed above, plus:)

We do not authorize and pay* overdrafts for the following types of transactions unless you ask us to (see below):

- ATM/Point of Sale transactions (PIN-based)
- Everyday debit card transactions

**We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction.*

If we do not authorize and pay an overdraft, your transaction will be declined.

▶ **What fees will I be charged if Dow Chemical Employees' Credit Union pays my overdraft?**

Under our standard overdraft practices (Courtesy Pay):

- We will charge you a fee of **\$20** each time we pay an overdraft.
- There is no limit on the total fees we can charge you for overdrawing your account.

▶ **What if I want Dow Chemical Employees' Credit Union to add BASIC or ENHANCED (authorize and pay overdrafts on my ATM/Point of Sale and everyday debit card transactions) Courtesy Pay to my checking account?**

- Call us at 989.835.7794 or 800.835.7794 during regular business hours
- Stop in to DCECU, or
- Complete, sign and fax this form to 989.832.9283, or mail to DCECU, PO Box 1649, Midland, MI 48641-1649

PLEASE SELECT ONE OF THE FOLLOWING OPTIONS:

I have read and understand the terms and conditions of the DCECU Discretionary Courtesy Pay Disclosure.

I wish to be considered for eligibility for the BASIC Courtesy Pay program.

I wish to be considered for eligibility for the BASIC Courtesy Pay program with the addition of the ENHANCED Courtesy Pay Program. In addition to the benefits of the BASIC program, I understand that this program will authorize and pay overdrafts on my ATM/Point of Sale and everyday debit card transactions, if deemed eligible.

I decline to have courtesy pay privileges on my checking account. I understand that I may change this election at any time by contacting the credit union.

Member Signature

Date

Staff User#

Per Member Request