

Dear Valued Member:

Recently our federal law makers created new rules governing overdraft protection programs that go into effect on July 1, 2010 for new members and August 15, 2010 for existing members. With the new rule, you now have an option concerning whether you want to continue to have our overdraft service cover your *every day debit card and ATM transactions*. Please be aware that this opt-in rule applies only to everyday debit card and ATM transactions and does not pertain to overdraft protection services associated with written checks or recurring debit transactions, such as regularly scheduled bill payments.

Why opt in?

Cook Area Credit Union Courtesy Pay program is designed for your convenience and protection. For the most part our members do not overdraw their accounts and incur fees, but accidents happen and life doesn't always go according to plan, therefore overdrafts do occur. With Courtesy Pay you will be allowed to overdraw your account up to the limit we have set for you.

Once we receive your signed opt-in form we will provide you with your overdraft coverage. Otherwise Cook Area Credit Union will not authorize debit card and ATM transactions where the available balance in the account at the time of authorization is insufficient.

How to opt in?

Complete the opt in form below and return to our office.

What you should know about overdrafts and overdraft fees

An overdraft occurs when you don't have enough money in your account to cover a transaction. We can now cover your overdraft in three different ways:

1. We can transfer the funds from your share account.
2. We offer overdraft protection loans.
3. **We also NOW offer Courtesy Pay to cover the drafts you write that will overdraw your account. Courtesy Pay is activated when the two actions above have been exhausted. We will allow you to overdraw your account by drafts you have written up to an approved dollar amount by us. Please contact us if you would like Courtesy Pay to cover checks that will overdraw your account.**

This notice explains our present overdraft program.

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

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

Effective July 1, 2010 for new customers and August 15, 2010 for current customers, we will **NOT** authorize and pay overdrafts for the following types of transactions unless you ask us to:

- Everyday debit card transaction
- ATM transactions

We pay overdrafts at our judgment, 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 Cook Area Credit Union pays my overdraft?

- We will charge you a fee of up to \$17.50 each time we pay an overdraft.
- There is a daily limit of \$105.00 of total fees we can charge you for overdrawing your account.

If you want us to authorize and pay overdrafts on daily debit card transactions and ATM transactions or by check complete the opt in form below. You may return the form by stopping into the credit union or by mail at:

***Cook Area Credit Union
PO Box 1058
Cook, MN 55723***

OPT IN FORM

*** IF THIS FORM IS NOT RETURNED, WE MUST ASSUME THAT YOU DO NOT WANT COURTESY PAY.**

___ **I DO NOT WANT** Cook Area Credit Union to authorize and pay overdrafts on my daily debit card and ATM transactions.

___ **I WANT** Cook Area Credit Union to authorize and pay overdrafts on my daily debit card and ATM transactions.

___ **I WANT COURTESY PAY.** Cook Area Credit Union will authorize and pay drafts you have written on your account up to the allowed limit.

Printed Name

Account Number (One account per form)

Signature

Date

