



KA`U FEDERAL CREDIT UNION

"Serving the entire District of Ka'u!"

New Federal Reserve Rules Give Members the option to Opt In Authorizing Ka'u FCU to Pay Overdrafts for ATM and everyday Debit Card Transactions

New Federal Reserve Rules give members with ATM and debit cards additional options regarding overdrafts.

What does Opt In mean?

If you Opt In it means you give your credit union permission to pay any of your ATM or debit card transactions that could result in an overdraft on your account. In other words, if you don't have enough money in your account the credit union will pay the item either through your savings account or your line of credit to pay any overdrafts. The only time you pay a fee for the transfer or interest on your Line of Credit is when the transfer to pay your check has been made. There is no charge for Opting In to have the credit union pay your overdrafts and you can Opt Out at any time.

What you need to know about Overdrafts and Overdraft Fees

An overdraft occurs when you don't have enough money in your account to cover a transaction that you are performing. After August 15, 2010 we will not authorize and pay overdrafts for the following types of transactions, unless you give us permission by Opting In for this service. If we don't have your permission we will not pay your overdraft on the following.

- ATM transactions
- Debit Card transactions. (The credit union doesn't currently have a debit card program, but it is coming soon.)

If you give us permission by Opting In we can cover your overdrafts in two different ways.

- You can have transfers from your savings account to pay your overdrafts.
- You can set up your line of credit to pay your overdrafts.

When you Opt In call us at 808-929-7334 so we may assist you in setting up your overdraft plan.

What are the Credit Union's Standard Overdraft practices?

Our standard overdraft practices will remain in place for paying your checks, other transactions you make using your checking account number; and all automatic bill payments.

What are the Fees I have to pay each time I overdraft my account using my ATM/Debit Card.

The fee for an overdraft on using your ATM/Debit Card is \$20.00 per item.

What do I need to do to authorize Ka'u FCU to pay overdrafts on my ATM and one-time Debit Card transactions?

To authorize us to pay ATM and one-time Debit Card transactions you MUST complete the Opt In Form below and return it to us at Ka'u Federal Credit Union at either or Na'alehu or Ocean View branch location, or mail this form to Ka'u Federal Credit Union, Attn: Member Services, P. O. Box 347, Na'alehu, HI 96772 or fax at 808-929-8766. For more information and/or to set up your overdraft plan feel free to call us at 808-929-7334.

Cut along dotted line and return signed form

OPT-IN FORM

By signing this form, I authorize Ka'u Federal Credit Union to pay ATM and one-time debit card transactions which would bring my account(s) into a negative balance. If I wish to Opt-Out I may do so at anytime.

Opt In for the following accounts: Share Savings Share Draft Checking

Member Account Number _____

Member Printed Name _____

Member Signature _____

Date _____

Email Address: _____

Return by mail to: Ka'u Federal Credit Union, Attn: Member Services, P. O. Box 347, Na'alehu, HI 96772 or fax to 808-929-8766.

Credit Union Use Only

Copy of Notice/Opt-In form received on (date) _____ Member profile screen(s) updated

(CU employee initial) _____

