



ACTION REQUIRED

Dear Member,

Due to recent regulatory changes, Spectrum Federal Credit Union is required to discontinue our automatic overdraft protection August 15, 2010 and offer our members the ability to 'opt-in' for that service. To ensure a smooth transition and prevent service interruption, please complete the form below and return as soon as you can. You may also complete and fax to us at 415-522-5160.

An overdraft occurs when there is not enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways: standard overdraft practices that come with your account, and overdraft protection plans, such as a link to a savings account, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

This notice explains our standard overdraft practices.

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

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

- Checks and other transactions made using your checking account number (such as recurring ACH debits)
- Automatic bill payments
- Overdraft limit is between \$300 and \$1,000 depending on your monthly deposit to your account.

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

- ATM transactions
- Everyday debit card transactions including pre-authorized recurring debits using debit card number

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 Spectrum Federal Credit Union pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee of \$29 each time we pay an overdraft.
- There is a \$145 per day limit on the total fees we can charge you for overdrawing your account.

✓ **What if I want Spectrum Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions?**

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions call 800-782-8782, visit www.spectrumfcu.org, or complete the form below and present it at a branch or mail it to Spectrum FCU, P.O. Box 193919, San Francisco, CA 94119-3919. You may also complete and fax to us at 415-522-5160.

I do not want Spectrum Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions.

I want Spectrum Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions.

NOTE: Opting In does not guarantee payment. The credit union has the right to decline overdrafts at any time.

Printed Name: _____ Date: _____

Account# _____ E-Mail Address: _____

(a separate form is required for each account number.)

Signature: _____ Date: _____

FOR CREDIT UNION USE ONLY

Written Confirmation: By Mail _____ By E-Mail: _____