

## Other Important Information

- Linking to another account or a line of credit is a less expensive option than using the Premium Overdraft Service. A single larger overdraft will result in just one fee, as opposed to multiple smaller overdrafts. Good account management is the best way to avoid overdrafts. Use our mobile banking, Internet banking, and telephone banking services to keep track of your balance. Please be aware that the Premium Overdraft Service limit amount is not included in your balance provided through internet banking, mobile banking, or Air Academy Federal Credit Union's ATMs.
- The \$32 Premium Overdraft Service Fee is the same fee amount that is charged if a check is returned as unpaid. If multiple items overdraw your account on the same day, each item will be assessed an appropriate fee of \$32 and there is no daily limit on fees. All fees and charges will be added and tracked on the applicable account separately and apart from the Premium Overdraft Service limit amount. As a result, your account may become overdrawn in excess of the Premium Overdraft Service limit amount due to fees and charges. Any fees and charges imposed due to the Premium Overdraft Service will be due and payable together with the outstanding Premium Overdraft Service limit amount.
- We generally post items as they are received in the following order: 1) ACH Credits, 2) ACH Debits, 3) Share Drafts; however, exceptions may occur. Please note, due to multiple same day ACH files received throughout the day an exception may also occur due to the content of each file. Additionally, Debit Card and ATM Transactions are processed when the transaction occurs and as a result may be posted before or after any of the numbered items listed depending when the transaction was made. Holds on funds (described below) and the order in which transactions are posted may impact the total amount of Premium Overdraft Service Fees or Return Item Fees Assessed. Funds deposited through alternative means, such as Remote Deposit Capture, will be credited to your account per the terms of the service and may post outside of the general posting order listed above.
- Air Academy Federal Credit Union may be obligated to pay some unauthorized debit card transactions under payment system rules, but Air Academy Federal Credit Union may not authorize debit card or ATM transactions unless there are available funds (including Overdraft Coverage Options) to cover the transaction(s) and any fee(s).
- Giving us your consent to pay everyday debit card and ATM overdrafts on your consumer account may result in you incurring Premium Overdraft Service Fees for transactions that we would otherwise be required to pay without assessing a Premium Overdraft Service Fee. However, this would allow us to authorize transactions up to the amount of your Premium Overdraft Service limit and may also help you avoid overdrafts in excess of your available funds.
- Air Academy Federal Credit Union authorizes and pays transactions using the available balance in your account. The available balance is comprised of the ledger balance (total balance in your account) less any debit card holds and does not include any deposited funds which are on hold. Air Academy Federal Credit Union may place a hold on deposited funds in accordance with our Deposit Account Agreement and Disclosure. The available balance in your account will also be impacted by any other holds imposed by the credit union and/or holds requested by you. The available balance in your account is the balance utilized when determining whether any available overdraft protection and/or Premium Overdraft Service applies to any transaction.
- The available balance, for Premium Overdraft Service purposes, is the available balance in the account your Premium Overdraft Service is provided on and does not include balances in other accounts you may have at Air Academy Federal Credit Union. If the available balance is insufficient to cover a transaction, any available overdraft protection and/or the amount of the Premium Overdraft Service, including the applicable Premium Overdraft Service Fee, may be utilized to authorize and pay a transaction or may be utilized when a transaction is declined or returned if the item cannot be paid. While reviewing your available balance, keep in mind that pre-authorized debits from your account, such as share-draft items or electronic transfers may not yet have cleared your account. When these items do clear your account, they will impact your available balance.
- Air Academy Federal Credit Union will place a hold on your account for any authorized debit card transaction until the transaction settles (usually within two business days) or as permitted by payment system rules. In some cases, the hold may exceed the amount of the transaction. Whenever any hold ends, the funds will be added back to the available balance in your account. If your account is overdrawn after the held funds are added back to the available balance and the transaction which was pending is settled to the available balance, a Premium Overdraft Service Fee may be assessed. For example, if your account has \$20.00 as the available balance, and you authorize a \$10.00 debit card transaction which is pending and not yet settled, your available balance is now \$10.00. In the meantime, if a check you wrote for \$30.00 clears your account, a Premium Overdraft Service Fee will be assessed on the \$30.00 check and the \$32.00 Premium Overdraft Service Fee will bring your available balance to negative \$52.00. When your original \$10.00 debit card transaction settles, the \$10.00 which was held as pending will be released and added back to your available balance, bringing the available balance to negative \$42.00 and then the \$10.00 debit card transaction amount will settle bringing your available balance to negative \$52.00. However, because the available balance in your account was negative \$52.00 when the \$10.00 debit card transaction settled, a Premium Overdraft Service Fee of \$32.00 will be assessed on the \$10.00 debit card transaction, bringing your available balance to negative \$84.00.
- Except as described in this letter, Air Academy Federal Credit Union will not pay items if your account does not contain available funds (including the Premium Overdraft Service limit) to cover the item(s) and the amount of any fee(s).
- Premium Overdraft Service may be discontinued if you default on any loan or other obligation to us, your account becomes subject to any legal or administrative order or levy, or if you fail to maintain your account in good standing by not bringing your account to a positive balance within 32 days for a minimum of twenty-four hours. Premium Overdraft Service is not a line of credit; it is a discretionary overdraft service that can be withdrawn at any time without prior notice.
- Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all overdraft and fee amounts, as described in the Deposit Account Agreement and Disclosure. The total (negative) balance, including all fees and charges, is due and payable upon demand.

If you have any questions about Overdraft Protection or Premium Overdraft Service, please call us at 800.223.1983 or visit a branch.

Sincerely,



Glenn Strebe  
President/CEO  
Air Academy Federal Credit Union