

Discretionary Courtesy Pay Policy

It is the policy of the Prince George's Community Federal Credit Union to comply with all applicable laws and regulations and to conduct business in accordance with applicable safety and soundness standards.

The Deposit 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 Prince George's Community FCU with regard to your share draft account. The Deposit Account Agreement (and all amendments thereto) and its terms shall control any possible conflict, if any, between any provision of this Discretionary Courtesy Pay Policy and the Deposit Account Agreement and Disclosure. A copy of the Deposit Account Agreement and Disclosure is available to you on request from your Prince George's Community FCU employee.

Courtesy Pay is not a line of credit. If you overdraw your account, however, we will normally pay the overdraft subject to the limit of your Courtesy Pay and the amount of the Courtesy Pay fee. Prince George's Community FCU is not obligated to pay any item presented for payment if your account does not contain sufficient available funds. Any discretionary payment of a share draft (or other items, such as ACH, ATM Withdrawal, and debit transaction) does not obligate Prince George's Community Federal Credit Union to pay any additional non-sufficient share draft or item or to provide prior notice of its decision to refuse to pay any additional non-sufficient fund share draft or item.

Pursuant to Prince George's Community FCU's commitment to always provide you with the best level of member service, if your share draft account has been maintained in good standing, which meets the following criteria: Member must be 18 or older, the account has been open for at least sixty (60) days, account is not currently in dormant status, account has had no return mail, and the account has not had negative activity during the initial trial period. To take advantage of this service provided to Prince George's Community FCU members account holders must maintain the account in good standing, which includes at least:

- Bringing your account balance to a positive balance within every thirty (30) day period for a minimum period of 24 hours;
- Not being in default on any loan or other obligation to Prince George's Community FCU;
- Not being subject to any legal or administrative order or levy.
- Not being trust, club & organizational, business and deceased member accounts.

Prince George's Community FCU will have the discretion to pay overdrafts within the Courtesy Pay limits, but payment is a discretionary courtesy and not a right of the member or an obligation of Prince George's Community FCU. This privilege for consumer share draft accounts will generally be limited to a maximum of \$500.00 overdraft (negative) balance and an additional \$30.00 to cover any fees incurred. Of course, any and all fees and charges, including without limitation the non-sufficient funds fees (as set forth in our fee schedules and deposit account agreement and disclosure), will be included as part of this maximum amount. It may be possible that your account will become overdrawn in excess of the overdraft privilege amount as a result of the assessment of a fee.

The total of the discretionary Courtesy Pay (negative) balance, including any and all fees and charges, including all non-sufficient funds/overdraft 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 Deposit Account Agreement and Disclosure with a maximum repayment period of 30 days.

Again, while we will have the discretion to pay overdrafts on accounts in good standing (as described above), any such payment is a discretionary courtesy, and not a right of the member or an obligation of Prince George's Community FCU. Also Prince George's Community FCU in its sole and absolute discretion can cease paying overdrafts at any time without prior notice of reason or cause.

For our consumer accountholders, Prince George's Community FCU will not pay overdrafts for ATM or everyday debit card transactions unless Prince George's Community FCU has provided you with the notice required by section 205.17(b) of Regulation E and you have opted in to the payment of these overdrafts. In order to avoid overdrafts due to ATM and everyday debit card transactions, Prince George's Community FCU will place a hold on your account for any ATM or everyday debit card transaction authorized until the transaction settles. ATM and everyday debit card transactions usually settle within two business days after the transaction is authorized. The amount of the hold will be for the amount authorized, or as permitted under applicable payment network rules. Holds on authorized ATM and everyday debit card transactions will be removed prior to settlement where required by applicable payment network rules. Transactions may not be processed in the order in which they occurred; and that the order in which transactions are received and processed may impact the total amount of fees incurred by the member. In addition, for both consumer and commercial accounts, you may opt out of the Overdraft Privilege services for check, ACH and debit card bill payment transactions at any time by contacting one of our Account Services Representatives.