



FIRST CLASS

Service to our members.

CLEVELAND POSTAL EMPLOYEES CREDIT UNION

RE: Overdraft Service

Thank you for your continued membership with Cleveland Postal Employees Credit Union. You are a valued member and we appreciate the opportunity to provide you with all the financial services you require. The current CPECU courtesy overdraft program allows for processing transactions, of qualified members, when you do not have enough funds to cover them. We charge \$30 per overdraft transaction but save you the charges and embarrassment of having the transaction returned to the vendor unpaid.

The Federal Reserve Board recently passed new regulations requiring all financial institutions to obtain an "Opt-In" form from account holders in order to continue providing Overdraft Services on ATM and debit card transactions. You have the option to "Opt-In" or "Opt-Out" at anytime. However delaying the "Opt-In" could affect the processing of your ATM and debit card transactions.

Providing CPECU with the "Opt-In" form (on the back of this letter) before August 15, 2010 ensures that you do not experience any changes in the services you are presently receiving. If we do not receive your signed "Opt-In" form, your current overdraft services with CPECU will not cover any ATM and debit card transactions effective August 15, 2010. If you do not "Opt-In" your ATM and Debit Card transactions will no longer be authorized if the funds are not available in your account, which could lead to the termination of your card privileges. All transactions will be handled within the existing policies of the credit union.

In order to continue receiving the overdraft services that you currently receive, please complete the "Opt-In" form on the back of this document and return the form in the envelope provided to Cleveland Postal Employee's Credit Union. You may also call 216-241-1088 to opt-into the overdraft services. The Opt-In form and overdraft services information on the back of this letter will provide you with more details about CPECU's overdraft procedures. If you have any questions, feel free to call our Member Service Representative at 216-241-1088.

Please note the new regulations do not affect the current overdraft services that are provided for your ACH or Share Draft transactions.

Sincerely,

Cleveland Postal Employees Credit Union

Important Notice Regarding Your Overdrafts & Overdraft Services

An overdraft occurs when you do not have enough money in your account to cover a transaction. As a service, we can cover your overdrafts in two different ways:

1. We offer Overdraft Advance courtesy pay with your account to eligible members.
2. We also offer overdraft protection plans, such as a link to a share account, which is less expensive than Overdraft Advance. Available funds in a share account will be accessed before the Overdraft Advance is activated. To learn more, ask us about these options.

What are the procedures for Overdraft Advance if my account is overdrawn?

We do pay overdrafts for the following types of transactions up to your **\$500.00** Overdraft Advance Limit:

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

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

- ATM transactions
- Debit card transactions

Overdraft Advance coverage will be available at our discretion, which means we do not guarantee that we will always authorize or pay any type of transactions.

If we do not authorize and pay an overdraft, your transaction will be declined.

What fees will I be charged if I overdraft my account?

If we pay the transaction with Overdraft Advance you will be charged **\$30.00** per transaction.

If we do not pay the transaction with Overdraft Advance you will be charged \$30.00 and you may also be subject to penalties from the merchant.

- There is no limit to the number of total fees we can charge you for overdrawing your account.
- Overdraft items will be posted in accordance with CPECU's existing checking account procedures.

What if I want CPECU to process my ATM and everyday debit card transactions as we do today by authorizing and paying overdrafts on my ATM and debit card transactions after August 15, 2010?

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions after August 15, 2010, call 216-241-1088 or complete the form below and present at one of our locations or mail to: Cleveland Postal Employees Credit Union.

✂-----

Overdraft Services Opt-In option for ATM and one-time debit card transactions

Fax, mail or bring this form to Cleveland Postal Employees Credit Union

Effective Date: August 15, 2010

I do not want CPECU to authorize and pay overdrafts on my ATM and everyday debit card transactions

I want CPECU to authorize and pay overdrafts on my ATM and everyday debit card transactions

Signature: _____

Date: _____

Name: _____

Email: _____

Account Number(s):

Cleveland Postal Employees Credit Union
P.O. Box 5877
Cleveland, OH 44101

