



7260 W. 135<sup>th</sup> St.  
Overland Park, KS 66223  
(913) 574-5000

## **Mazuma Credit Union Overdraft Privilege Disclosure**

This wouldn't be a legal document if we didn't start off with a bunch of definitions for what we mean by specific terms and for the duties, obligations, and rights of both parties – you know, you as the Member and us as your credit union. When you opened your checking account, we gave you the **Terms and Conditions of Your Account** which outlines the duties, obligations, and rights of the Depositor and of Mazuma Credit Union when it comes to the account. For the record, if there's any kind of conflict between that agreement and this disclosure, then the Terms and Conditions of Your Account will be the document to refer to. If you need another copy of that agreement, please reach out to a Mazuma Team Member.

**What is Overdraft Privilege?** Overdraft Privilege isn't a line of credit. It allows you to overdraw your checking account, and allows us to pay the overdraft for you up to the limit of your overdraft protection. Please understand that Mazuma isn't obligated to pay any overdraft items, and that the payment of one item does not obligate Mazuma to pay a future item. Mazuma also isn't obligated to let you know ahead of time if we decide not to pay on any particular item.

Mazuma is committed to providing you with the best possible level of service now and in the future. If both your consumer/personal share and checking account has been open for at least thirty (30) days or both your commercial/business share and checking account has been open for at least sixty (60) days, and you maintain your account in good standing, Mazuma will automatically enroll you in our Overdraft Privilege for checks, ACH, and re-occurring debit transactions. This gives us the ability to pay overdraft within your overdraft privilege limit. Good standing is defined as the following:

- 1) Making sure your account has a positive balance within every thirty (30) day period, for a minimum of 24 hours
- 2) Not being more than 30 days past due on any loan from Mazuma
- 3) Your account isn't dormant, inactive, or owned by a minor
- 4) There are no outstanding garnishments, bankruptcies, or levies

As long as you meet those conditions, you're in good standing!

**Payment of Overdrafted Items:** An overdrafted item is a transaction that, when it clears, causes you to have a negative collected balance in your account. The collected balance is all money in the account with deductions for specific holds such as general purpose holds, Regulation CC check holds, or pledge holds. Mazuma can choose to pay overdrafted items through the Overdraft Privilege program. To be clear, Mazuma doesn't have to pay; this isn't a right of the consumer or an obligation on the part of Mazuma. Mazuma can stop paying overdrafts at any time and without giving any kind of prior notice.

In general, \$750 is the maximum overdraft privilege for consumer accounts with direct deposit and business accounts. It is possible that the assessment of fees might cause your account to be overdrawn beyond that maximum. Our standard overdraft fee is \$28. Our standard practice is to impose that fee on overdrafts created by checks, ACH transactions, ATM withdrawals, debit card transactions, in-person withdrawals, and any transaction by electronic means that isn't already listed.

The total overdrafted (negative) balance – including all fees or other charges – is due upon demand. Make sure that your account is restored to a positive balance within thirty days, and for at least 24 hours, to maintain good standing. If your account is not repaid within 45 days, the credit union will have to pursue collection action.

To our consumer Members: Mazuma will not pay overdrafts for ATM or everyday debit card transactions unless you have opted in. If you would like to opt out of the Overdraft Privilege services for check, ACH and debit card bill payment transactions, contact our Member Care Center at **913-574-5000**.

Mazuma complies with the full range of applicable laws and regulations and conducts business in accordance with applicable safety and soundness measures.