



232 N. Main Street, East Longmeadow, MA 01028

RE: Overdraft Service

Thank you for your continued membership with Premier Source Credit Union. You are a valued member and we appreciate the opportunity to provide you with the financial services you require. The Federal Reserve Board recently passed new regulations requiring all financial institutions to obtain an "Opt-In" form from account holders to continue providing Overdraft Services on ATM and one-time debit card transactions clearing your account.

If we do not receive your signed "Opt-In" form, your current overdraft services with Premier Source Credit Union will soon not cover ATM and one-time debit card transactions. Please note the new regulations do not affect the current overdraft services that are provided on your ACH or Paper Check transactions. The changes will begin to affect your account on August 15, 2010. Providing Premier Source Credit Union with the "Opt-In" form before August 15, 2010 you can ensure that you do not experience any changes in the services you are presently receiving. You have the option to opt-in or opt-out at anytime.

If you do not provide Premier Source Credit Union with the "Opt-In" form on the back of this letter, your ATM and Debit Card transactions will no longer be authorized if funds are not available. All transactions will be handled within the existing policies of your account.

We charge a \$25 fee each time we pay an overdraft. If you cause an overdraft, you must pay the overdraft and fee to bring your account positive as soon as possible. Presently, we will pay overdrafts to a limit of \$500 including overdraft fees. Overdrafts are paid at our discretion. Payment of an overdraft is not guaranteed

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 Premier Source Credit Union. You may also call (413) 525-2002 to opt-into the overdraft services. The enclosed Opt-In form and overdraft services information will provide you with more details about Premier Source Credit Union's overdraft procedures. If you have any questions, feel free to call our Member Service Representative at (413) 525-2002.

Sincerely,

Bonnie J. Raymond
CEO

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 have Overdraft Advance courtesy pay that comes with your account.
2. We also offer overdraft protection plans, such as a link to a share account, which may be less expensive than Overdraft Advance. In most cases, this is already active on your account. 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 checking 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
- Everyday 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 **\$25.00** per transaction.

If we do not pay the transaction with Overdraft Advance you will be charged **\$25.00** per transaction, plus you may then 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 Premier Source Credit Union's existing checking account procedures.

What if I want Premier Source Credit Union to handle my ATM and everyday debit card transactions as we do today by authorizing and paying overdrafts on my ATM and everyday 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 (413) 525-2002 or complete the form below and present at one of our locations, or fax to us at (413) 525-4718 or mail to: Premier Source Credit Union, 232 N. Main Street, East Longmeadow, MA 01028

You have the option to opt-in or opt-out at anytime.



Overdraft Services Opt-In option for ATM and one-time debit card transactions
Fax, bring or send this form to Premier Source Credit Union.
Effective Date: August 15, 2010

____ I want Premier Source Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions. I understand that I have the option to opt-out at anytime.

Signature: _____

Date: _____

Name: _____

Email: _____

Account Number(s):

Premier Source Credit Union
232 N. Main Street
East Longmeadow, MA 01028
Phone (413) 525-2002 – Fax (413) 525-4718

