

Q&A

What do I need to know about overdrafts and overdraft fees?

An overdraft occurs when you don't have a sufficient available balance in your account, based on your current balance less deposit holds, to cover a transaction at the time it is presented to us for payment, but we pay it anyway. Your current balance and how we assess overdrafts is described in your Membership and Account Agreement, which is incorporated by reference.

We cover overdrafts in three different ways:

1. Overdraft Protection automatically transfers money into your checking to cover overdrafts in two ways:
 - a. OD (Overdraft) transfer from a deposit account — We set up automatic transfers for you from your primary savings and money market accounts. A \$3 fee applies for each transfer from a linked deposit account.
 - b. OD (Overdraft) transfer from a Line of Credit — You must apply for a Line of Credit. A \$3 fee applies for each transfer from a linked loan account.
2. OD (Overdraft) Coverage is a service offered to eligible members that allows Summit, at our discretion, to authorize and pay your checks, ACH transactions, and other transactions made using your checking account number when there is an overdraft. There is a \$28 fee each time this happens. We will utilize overdraft protection methods noted above before your overdraft coverage.
3. Debit Card Overdraft Coverage allows Summit to authorize debit card purchases and/or ATM withdrawals, at our discretion, when you overdraft your checking account. For each debit card purchase or ATM withdrawal we authorize when your current account balance is negative, there is a \$28 fee. There is a limit of 5 overdraft charges per day. You must opt-in to receive Debit Card Overdraft Coverage in your checking account. If you choose not to opt-in, your debit card purchase or ATM withdrawal will be declined if you do not have enough funds in your account. But this does not mean your account cannot go negative.

In order to be eligible for OD (Overdraft) Coverage and Debit Card Overdraft Coverage services, you must have a checking account in good standing. This includes, among other requirements, the following:

- You are not in default on any loan or credit card obligation with us
- You bring your account to a positive balance at least once every 14 days
- Your account is not the subject of any legal or administrative order or levy
- Your account has been opened for a minimum of 30 days

What if I want Summit to authorize and pay overdrafts?

Summit will authorize and pay overdrafts, at our discretion, for checks, ACH transactions, and other transactions made using your checking account number from your checking account. However, we do not authorize and pay overdrafts that happen through everyday use of your debit card for purchases, or ATM withdrawals, unless you ask us to do so.

If you would like Debit Card Overdraft Coverage, you can contact us, or sign-up within Online Branch. (If you have multiple checking accounts, you need to opt-in for each checking account.)

What if I don't want Summit to authorize and pay overdrafts?

You can contact Summit at any time to opt-out of OD (Overdraft) Coverage and Debit Card OD (Overdraft) Coverage services.

How can I avoid having overdrafts?

Staying on top of your account balances and activity is easy at Summit. With Online Branch and Mobile Banking, you can have instant access, wherever you are. And within Online Branch, you can set up alerts that will send you an email notification when your checking account reaches a certain balance. That way, you are alerted to deposit funds before making additional transactions that may cause an overdraft.

We are committed to ensuring you are informed of the options available to you and are able to set up your accounts in a way that works for you and your finances. If you have any questions regarding overdraft services or anything else, please contact us at 608-243-5000 | 800-236-5560.