



Post Office Box 6338 • Saginaw, MI 48608
989.799.8744 • 1.800.798.2328 • www.cathfcu.com

June 4, 2010

Greetings!

As you may have heard, the federal regulators have added restrictions to debit card overdraft procedures. Catholic Federal is required to obtain your affirmative consent (agreeing), or opt-in, to permit CFCU to authorize one-time debit card transactions to overdraw your checking account. We've put together a list of FAQ's to help explain the changes to you.

Q. What is a one-time debit card transaction?

A. One-time debit card transactions are those instances when you swipe your card and sign at a credit card terminal to make a purchase. Online purchases with your debit card will also fall under this category.

Q. What will happen if I do not opt-in?

A. Any one-time debit card transaction you try to process with insufficient funds in your account will be declined and you will need another way to pay for your purchase.

Q. If I use my debit card at the store or pharmacy, will my purchase be declined?

A. If you have sufficient funds in your checking account the purchases should post to your account. If you have insufficient funds, and you have submitted your affirmative consent, the transactions should post and you will be assessed a \$27.50 fee for each transaction. If there are insufficient funds and you have not opted-in, the purchases will be declined.

Q. How can I ensure that my one-time debit card transactions will not be declined and successfully post to my account?

A. Submit your affirmative consent to permit CFCU to authorize and pay overdrafts on your one-time debit card transactions.

If you have additional questions about how these regulatory changes will affect your account, please contact the credit union at (989) 799-8744. We have enclosed a form letter explaining what CFCU's standard overdraft practices are and what changes go into effect on July 1, 2010. Please review this document and use the enclosed envelope to submit your authorization.

Sincerely,

Alan Watson
Chief Financial Officer

"Having faith in a credit union has never been so easy"

6180 State Street, Saginaw, MI 48603 • 2280 Williamson Road, Saginaw, MI 48601
1504 Cass Avenue, Bay City, MI 48708 • 915 South Euclid Avenue, Bay City, MI 48706
3015 Center Avenue, Essexville, MI 48732 • 334 Division Street, Vassar, MI 48768

