



Power Checking Terms and Agreements

This Disclosure and Agreement covers your and our rights and responsibilities concerning Power Checking Accounts the Credit Union (Alliance Federal Credit Union) offers. In this Agreement, the words "you" and "yours" mean anyone who signs an Account Card or Account Change Card. The words "we", "us", and "our" mean the Credit Union. The word "account" means your Power Checking Account.

1. Direct Deposit of Funds Required. Direct Deposit is the electronic transfer of payroll funds from a company or organization into the checking account. Funds must be deposited to the Power Checking Account by Direct Deposit within 60 days from the date the account is established or the account will be converted to a Freedom Checking Account. If at any time Direct Deposit is discontinued, the account will be converted to a Freedom Checking Account.

2. Electronic Statements Required. You will receive account statements electronically through our online banking system instead of receiving a paper statement each month. There is no fee to receive your statement electronically. If at any time electronic statements are discontinued, the account will be converted to a Freedom Checking Account.

3. Overdraft Protection Service (TOPS). If on any day the funds in your Power Checking Account are not sufficient to cover drafts, fees or other items posted to your account, those amounts will be handled in accordance with our overdraft protection plan, TOPS (Terrific Overdraft Protection Service). If we have approved TOPS for your account, we will honor drafts drawn on insufficient funds up to the amount of your Direct Deposit or to the maximum amount of \$500.00, minus the applicable fees. Each item that we pay instead of returning will have a Direct Deposit Overdraft fee of \$28.00. TOPS may be terminated at any time for abuse or if the amount overdrawn regularly exceeds the overdraft limit. Regular overdraft protection from savings, lines of credit and other accounts will apply first.

4. Cash Back On VISA Check Card Purchases. Cash back is earned with merchandise purchases made by you with your Alliance FCU VISA Check Card beginning on the first day in which your Power Checking Account begins. Cash back is posted to your account on the last day of the month providing you have met all the Power Checking Requirements. This Program may be modified, suspended or cancelled at any time without notice, restriction or penalty.

5. isave. When you enroll in the isave program, each check card purchase made by you or any joint owner(s) of your share draft (checking) account is rounded up to the next whole dollar amount and the difference is moved into your share (savings) account. Each card purchase clears your share draft account for the exact amount you authorize then the total "isave" amount is transferred to your share account at the close of business. If the amount of the "isave transfer" is more than the available balance in the share draft account, the "isave transfer" does not take place. The isave program will not allow the "isave transfer" to take a share draft to a negative balance even if the account has overdraft privilege. If a check card purchase is cancelled or reversed, the corresponding "isave transfer" will not be reversed. We may cancel the isave service at any time.

6. Checks. Two boxes per year of Alliance FCU's custom checks may be provided for the account at no charge.

7. Personal Checking Accounts Only. Power Checking Accounts are personal checking accounts only. DBA, Corporation, Sole Proprietorship or Texas Uniform Transfers to Minors Act (TUTMA) accounts are ineligible.

8. You agree to the Terms and Conditions in this Agreement and any Account Receipt accompanying this Agreement, and the Credit Union's bylaws and policies, and any amendments to these documents from time to time which collectively govern your accounts.