

Overdrafts and Overdraft Protection

We want you to know how your account may work. You have options.

Overdrafts

You may “overdraw” your account when you write a check that exceeds your available balance at the time we deduct the payment from your account. Additionally, you may overdraw your account when you use your debit card for a transaction that exceeds your available balance at the time the merchant sends the transaction for payment. Merchants can process debit card payments the same day of a transaction, or several days later.

Overdrafts caused by card transactions

If your opt-in choice was “yes” to ATM and everyday debit card transactions, TCF may approve (“authorize”) a transaction that exceeds your available balance. Once a debit card transaction is authorized, we are required to pay it, even if your available balance is not enough at the time it is sent for processing.

Here are two examples:

Say you have \$100 in your account on Tuesday. You use your debit card for an \$80 purchase on that day. Because you have enough money (available balance) in your account at that time, we authorize the purchase. This reduces your available balance to \$20. On Wednesday, we receive a \$40 check for payment that you wrote a week ago. We pay the check, which reduces your available balance to negative \$20. You will incur a \$37 overdraft fee. On Thursday, your \$80 purchase from Tuesday reaches TCF for payment. We remove the \$80 pending authorization, which brings your available balance to \$23 and then post the \$80 transaction. Your available balance is negative \$57. You will incur a second overdraft fee because you have “opted-in”.

This can also work the other way around. Say you have the same \$100 in your account on Tuesday, and use your debit card to make a purchase for \$120. If you are “opted-in”, TCF may authorize this for payment, bringing your balance to negative \$20, but you are not charged a fee. On Wednesday, you make a cash deposit for \$30. On Thursday, the \$120 purchase reaches TCF for payment. Because you made the extra deposit, there is enough to cover the payment, your ending balance is \$10, and no fee is charged.

Overdraft Protection

TCF provides two lower cost alternatives to cover an overdraft: a transfer plan from a linked TCF savings account, or a transfer plan from an Overdraft Line of Credit.

TCF OVERDRAFT PROTECTION	LINE OF CREDIT	SAVINGS TRANSFER
\$10 fee for each day a transfer occurs	Yes	Yes
Subject to credit approval	Yes	No
Interest charged on outstanding balance	Yes, 18% Annual Percentage Rate	No
TCF Savings account required	No	Yes

Learn more by visiting

tcfbank.com/overdraftservices.

Or, stop by your closest branch to set up an Overdraft Protection account.

