

Federal Regulation D Facts

What is Federal Regulation D?

Federal Regulation D (Reg D) places a monthly limit on the number of transfers a member may have FROM his/her Savings Accounts (including Money Master Savings) without being physically present.

What is the monthly limit on electronic transfers from a Savings Account product?

Members are allowed six (6) transfers per calendar month, per account.

Which types of transfers fall under this rule?

- Transfers made using Online Banking (EASI)
- Transfers made using Telephone Banking (DASI)
- Overdraft Transfers made automatically to cover insufficient funds in other accounts (OPD)
- Transfers made by a Telephone Service Representative on the member's behalf
- Pre-authorized, automatic, scheduled or recurring transfers (ACH or EFT)

If a Savings Account is used for Overdraft Protection and the member has reached the Regulation D limit, will OnPath FCU still cover the overdraft?

No, OnPath FCU will not cover the overdraft being that an Overdraft Transfer cannot be made once the member has reached the Reg D limit. The member will be charged an NSF fee for every item that attempts to clear the account and the item(s) could *possibly be returned.

**If the member has Overdraft Privilege on their checking account and the share account has reached Reg D then the Overdraft Privilege will apply as long as the amount of the item(s) and the \$28.00 fee(s) do not exceed a \$300.00 negative balance.*

**RoboTeller will do a right to offset job that will cover the negative balance in the share draft account which is after the member has been charge the \$28.00 for NSF items.*

Are there any products OnPath FCU offers that could be used as Overdraft Protection and fall under this federal regulation?

Yes, a Line-of-Credit loan can be used to cover the overdraft and does not fall under Reg D.

Is there a charge associated with Overdraft Protection?

Yes, there is a \$3 automatic overdraft transfer fee to cover insufficient funds in other accounts. The member will be charged this fee per transaction that clears with this service. If the Overdraft Protection account does not have enough on deposit to cover the amount of the shortage plus the fee, the item will not be paid. If this occurs, the member will be assessed a NSF fee.

Do electronic payments count against a member's monthly Regulation D limit?

Yes, these payments (ACH or EFT) follow Regulation D limitations. The member will be charged an NSF fee for every item that attempts to clear the account. To avoid this issue, make automatic payments using an account other than a Savings Account.

What types of transfers do not follow this rule?

- ATM transactions
- Transfers made to OnPath FCU loans
- Transactions made in person at a branch (includes Shared Branches)
- Transactions sent by mail, Express Drop or Night Drop with an original signature

What are my options once a Savings Account has reached its Regulation D limit?

The member may complete withdrawals and transfers in person, by mail, or at an ATM.