

## What You Need To Know About Overdrafts and Overdraft Fees (Courtesy Pay)

**An overdraft occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:**

1. We have standard overdraft practices that come with your account.
2. We also offer overdraft protection plans, such as a link to a savings account or an approved line of credit, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

### **THIS NOTICE EXPLAINS OUR STANDARD OVERDRAFT PRACTICES, EFFECTIVE JULY 1, 2010**

#### **What are the standard overdraft practices that come with my account?**

- We do authorize and pay overdrafts for the following types of transactions:
  - Checks and other transactions made using your checking account number
  - Automatic bill payments
- We do not authorize and pay overdrafts for the following types of transactions unless you ask us to:
  - ATM transactions
  - Everyday debit card transactions
- We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction.
- If we do not authorize and pay an overdraft, your transaction will be declined.

#### **What fees will I be charged if Lafayette Federal Credit Union pays my overdraft?**

- Under our standard overdraft practices:
  - We will charge you a fee of **\$30 each time** we pay an overdraft.
  - There is a limit on the dollar amount available to you for covering your overdrafts. You will receive a letter advising you of this amount.
  - There is **no limit** on the total amount of fees we can charge you for overdrawing your account.

#### **What if I want Lafayette Federal Credit Union to authorize and pay overdrafts on my ATM transactions and everyday debit card transactions?**

If you also want us to authorize and pay overdrafts on ATM transactions and everyday debit card transactions, please complete the following form.

**Notice: By Opting in, you agree to receive electronic confirmation of your consent to allow Lafayette Federal to pay ATM transactions and debit card transactions on your behalf through LFCU's Overdraft Protection Privilege.**

## Regarding Overdraft Protection (Courtesy Pay)

### **OPT-IN for Overdraft Privilege to ensure that your overdrafts are protected!**

A new Federal Regulation requires that you personally OPT-IN to continue authorizing Lafayette Federal to pay overdrafts on your ATM transactions and everyday debit card transactions. Otherwise, we will have to decline these transactions on your account. **Please complete this form and send it to us via:**

- **fax** at 240-747-3379;
- **email** to [memberservice@lfcu.org](mailto:memberservice@lfcu.org);
- **drop it off** at any Lafayette Federal branch location; or
- **mail it** to 2701 Tower Oaks Boulevard, Rockville, MD 20852, Attention: Member Service Department.

**I want Lafayette Federal Credit Union to authorize and pay overdrafts on my ATM transactions and everyday debit card transactions.**

**Note: Items in BOLD are required**

**Account Number:** \_\_\_\_\_

**Full Name:** \_\_\_\_\_

Primary/Home Phone Number: \_\_\_\_\_

Work Phone Number: \_\_\_\_\_

Cell Phone Number: \_\_\_\_\_

Email: \_\_\_\_\_

**Signature:** \_\_\_\_\_

**Date:** \_\_\_\_\_