

What You Need To Know About Overdrafts and Overdraft Fees...

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 another account, which may be less costly than our standard overdraft practices. To learn more, ask us about these plans.

This notice explains our standard overdraft practices.

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 will not authorize and pay overdrafts for the following types of transactions without your consent:
 - ⇒ 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 Lancaster Red Rose Credit Union pays my overdraft?

- Under our standard overdraft practices:
 - ⇒ We will charge you a fee of up to \$30 each time we pay an overdraft.
 - ⇒ There is no limit per day on the total fees we can charge you for overdrawing your account.

What if I want Lancaster Red Rose Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions?

If you want us to authorize and pay overdrafts for which an Overdraft fee will be assessed on ATM and everyday debit card transactions, call 717-295-6685, complete the form below and present it at a branch or mail it to: 1010 New Holland Avenue, Lancaster, PA 17601. You can revoke your authorization for Lancaster Red Rose Credit Union to pay these overdrafts at any time by any of the above methods. Your revocation must include both your name and your account number so that we can properly identify your account.

_____ I want Lancaster Red Rose Credit Union to authorize and pay overdrafts for which an Overdraft fee will be assessed on my ATM and everyday debit card transactions.

Printed Name: _____

Signature: _____

Date: _____

Account #: _____

**Ask to have
OVERDRAFT PRIVILEGE
extended TODAY!**



**Ask to have
OVERDRAFT PRIVILEGE
extended TODAY!**

**Lancaster Red Rose Credit Union
Checking Account Services
"Overdraft Privilege Program"**



**717-295-6685
LRRCU.org
info@LRRCU.org**



Discretionary Overdraft Privilege Disclosure

It is the policy of Lancaster Red Rose Credit Union to comply with all applicable laws and regulations and to conduct business in accordance with applicable safety and soundness standards.

The Deposit Account Agreement and Disclosure provided to you at the time you opened your account with us controls the duties, obligations and rights of the Depositor, the Authorized Signatories and Lancaster Red Rose Credit Union with regard to your checking account. The Deposit Account Agreement (and all amendments thereto) and its terms shall control any possible conflict, if any, between any provision of this Discretionary Overdraft Privilege Disclosure and the Deposit Account Agreement and Disclosure and is available to you on request from your Lancaster Red Rose Credit Union office.

The Overdraft Privilege is not a line of credit. However, if you inadvertently overdraw your account, we will have the discretion to pay the overdraft, subject to the limit of your then-existing Overdraft Privilege limit and amount of the overdraft fee. Lancaster Red Rose Credit Union is not obligated to pay any item presented for payment if your account does not contain sufficient available funds. Any discretionary payment by Lancaster Red Rose Credit Union of an overdraft check (or item, such as an ATM withdrawal) does not obligate Lancaster Red Rose Credit Union to pay any other overdraft check (or item), or to provide prior notice of its decisions to refuse to pay such a check (or item).

Pursuant to Lancaster Red Rose Credit Union's commitment to always provide you with the best level of service, now and in the future, if you maintain your account in good standing, which includes at least:

- Bringing your account to a positive balance within every thirty-five (35) day period for a minimum period of 1 business day;

- Not being in default on any loan or other obligation to Lancaster Red Rose Credit Union and
- Not being subject to any legal or administrative order or levy.

Lancaster Red Rose Credit Union will have the discretion to pay overdrafts within the Overdraft Privilege limits, but payment by Lancaster Red Rose Credit Union is a discretionary courtesy and not a right of the member or an obligation of Lancaster Red Rose Credit Union. An Overdraft Privilege limit of \$500, for share draft accounts; an Overdraft Privilege limit of \$750, for mature advantage share draft accounts; and Overdraft Privilege limit of \$750, for business share draft accounts, will be given at account opening to eligible members/consumers. This privilege for member/consumer share draft accounts (checking accounts) will generally be limited to a maximum of \$500 overdraft (negative) balance and a maximum of \$750 (negative) balance for mature advantage and business share draft accounts. Of course any and all fees and charges, including without limitation, the non-sufficient funds fees (as set forth in our fee schedules and deposit account agreement and disclosure), will be included as part of this maximum amount. It may be possible that your account will become overdrawn in excess of the Overdraft Privilege amount as a result of the assessment fee.

The total of the discretionary Overdraft Privilege (negative) balance, which includes any and all fees and charges, including all non-sufficient funds/overdraft fees is due and payable upon demand, and Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all such amounts, as described in the Deposit Account Agreement and Disclosure. Our standard Overdraft fee of \$30 will be imposed for overdrafts created by checks, ACH, ATM withdrawals, everyday debit card transactions, in-person withdrawals, or by other electronic means.

While Lancaster Red Rose Credit Union will have the discretion to pay overdrafts on accounts in good standing (as described above), any such payment is a discretionary courtesy, and not a right of the member or an obligation of Lancaster Red Rose Credit Union and Lancaster Red Rose Credit Union in its sole and absolute discretion, can cease paying overdraft at any time without prior notice of reason or cause. If you do not maintain your account in good standing, the Overdraft Privilege limit will be removed.

For our consumer members, Lancaster Red Rose Credit Union will not pay overdrafts for ATM or everyday debit card transactions unless Lancaster Red Rose Credit Union has provided you with the notice required by Section 1005.17 (b) of Regulation E and you have opted in to the payment of these overdrafts. In order to avoid overdrafts due to ATM and everyday debit card transactions, Lancaster Red Rose Credit Union will place a hold on your account for any ATM or everyday debit card transactions authorized until the transaction settles. ATM and everyday debit card transactions usually settle within two business days after the transaction is authorized. The amount of the hold will be for the amount authorized, or as permitted under applicable payment network rules. Holds on authorized ATM and everyday debit card transactions will be removed prior to settlement where required by applicable payment network rules.

Both consumer and commercial members may discontinue having Overdraft Privilege cover future transactions at any time by contacting one of our Member Services Representatives.



**Avoid the
OOPS**