

**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 a savings account, or if you qualify, an overdraft line of credit loan, 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**.

➤ **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 (see below):

- 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 denied.

➤ **What fees will I be charged if L&N Federal 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
- Also, for each day your account is overdrawn we will charge an additional \$2 per day
- We have placed a limit of 5 fees per day that we can charge you for overdrawing your account.

➤ **What if I want L&N Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions?**

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, call 800-292-2905, complete the form below and present it to your nearest branch, or mail the completed form to:

L&N Federal Credit Union  
9265 Smyrna Parkway  
Louisville KY 40229

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Member Name _____ Member Number _____ Date _____  Account Number _____	I <u>want</u> L&N Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions on this account.	I <u>do not</u> want L&N Federal Credit Union to authorize and pay overdrafts on my ATM and everyday debit card transactions for this account.
	<input type="checkbox"/>	<input type="checkbox"/>