



Overdraft Protection Plans

An overdraft occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. Insufficient funds balances may result from, but not be limited to:

- a) Check payments, ACH Debits, and other withdrawal requests;
- b) Payments authorized by the account holder;
- c) Unpaid return items deposited by the account holder;
- d) Imposition of Credit Union service charges;
- e) Deposit of items which according to the Credit Union's Funds Availability Policy, are treated as not yet "available" or finally paid.

We DO authorize and pay overdrafts for the following types of transactions:

- Checks and other transactions 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 returned or declined. There is a fee for each transfer that is disclosed in the credit union's fee schedule. Transfers from an account are governed by the Membership and Account Agreement.

We can cover your drafts in three different ways:

Additional Accounts

Share accounts (owned by you or a joint owner) can be set up to allow funds to be transferred to your checking account in the event an item attempts to clear that exceeds the available balance in your checking account. You may setup a maximum of four (4) different credit union share or checking accounts as overdraft accounts. You may choose the priority in which these accounts are accessed in the event of an overdraft. Transfers will be made in \$20.00 increments or if \$20.00 is not available, the exact amount needed will be transferred so long as it is available in the transfer account(s).

Line of Credit Advances

Line of credit loans (where you or a joint owner are the borrower or co-borrower) can be set up to allow funds to be advanced on your line of credit and transferred to your checking account in the event an item attempts to clear that exceeds the available balance in your checking account. You may set up a maximum of four (4) different credit union line of credit accounts as overdraft transfer accounts. You



may choose priority in which these accounts are accessed in the event of an overdraft. Transfers will be made in \$20.00 increments.

Courtesy Pay Non-Return Coverage

Courtesy Pay Non-Return Coverage may be provided to account holders that are at least 18 years of age, with an account that has been open at least 60 days, and is in "good standing"*, as determined by the credit union. The maximum Courtesy Pay overdraft limit is \$300.00. This limit includes our Non-Sufficient Funds fees. Non-Sufficient Funds fees are disclosed on the Credit Union's Fee Schedule. 2nd Chance Checking Accounts do not qualify for Courtesy Pay Non-Return Coverage.

*Good Standing is defined as:

1. Making regular deposits sufficient to cover transactions;
2. Bringing the account to a positive balance at least once every 30 days or less;
3. Not causing the Credit Union a loss;
4. Not having any delinquent loan obligations;
5. No legal orders, garnishments or levies, including bankruptcy notices; and not engaging in suspicious or abusive activity;
6. Having a valid address on record at the Credit Union.

We may refuse to pay an overdraft at any time, even though we may have previously paid overdrafts. We have no obligation to notify the account holder before we pay or return an item. The amount of overdrafts, plus our Non-Sufficient Funds fee(s) that the account holder owes us is due and payable upon demand. If we pay an overdraft on an account with more than one (1) owner on the signature card, each owner, and/or agent where applicable, are jointly and severally liable for such overdrafts plus our Non-Sufficient Funds fee(s). There is no limit on the total fees we can charge you for overdrawing your account.

Disclaimer:

All Courtesy Pay elections are within the sole discretion of Lighthouse Community Credit Union (LHCCU), and we have no contractual obligation with our members to pay or transfer any Non-Sufficient Funds (NSF) items/transactions. Courtesy Pay is an optional service that we may provide as set forth herein to members in good standing. Courtesy Pay is not an entitlement, it is not a loan, and may be discontinued or denied at any time even though we have paid such items at other times. The Courtesy Pay program does not release you from your obligation to pay your debts including an amount by which your accounts may be overdrawn. Further, Courtesy Pay does not affect or limit LHCCU's other rights/options regarding NSF Transactions under our other policies, procedures and applicable laws. Pursuant to your Membership Agreement, the Credit Union retains discretion to decide which items to pay, and in what order to pay items.



To authorize Lighthouse Community Credit Union to pay overdrafts on your checking account using one or more of the three methods explained above, please complete the following form and return it to our offices.

Fax: 360-694-0693

Mail: PO Box 348 Vancouver, WA 98660

Member Elections:

Overdraft from Shares or Line of Credit (LOC) Accounts

YES, I would like to OPT IN to Overdraft transfers from the following Share or LOC Accounts:

_____.

NO, I wish to OPT OUT of Overdraft transfers from my Share or LOC Accounts.

Courtesy Pay Non-Return

YES, I would like to OPT IN to Courtesy Pay Non-Return for ACH & Share Draft transactions.

NO, I wish to OPT OUT of Courtesy Pay Non-Return for ACH & Share Draft transactions.

Courtesy Pay Non- Return for Everyday Debit/ATM transactions (Only available if you OPTED IN to Courtesy Pay Non-Return above)

YES, I would like to OPT IN to Courtesy Pay Non-Return for Everyday Debit/ATM transactions.

NO, I wish to OPT OUT of Courtesy Pay Non-Return for Everyday Debit/ATM transactions.

Member Account Number _____

Account Owner Signature _____ Date _____

Account Owner Printed Name _____

Joint Owner Signature _____ Date _____

Joint Owner Printed Name _____