

What You Need to Know about Overdrafts and Overdraft Fees IN-PERSON ACKNOWLEDGEMENT

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 different ways:

1. We have **Courtesy Pay Overdraft Protection** that you can sign up for with as long as you have an eligible checking account and a direct deposit. Requires new account to be open minimum 90 days, regular direct deposit to account, positive balance, and no legal outstanding orders associated with your account. Courtesy Pay is not guaranteed and requires approval by Beacon CCU.
2. We offer an overdraft loan. See the loan department for rates, terms and conditions.
3. We also offer overdraft protection plans, such as a link to a savings account, which may be less expensive than our Courtesy Pay Overdraft Protection. To learn more, ask us about these plans.

➤ **What is the Courtesy Pay Overdraft Protection?**

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):

- Everyday debit card transactions
- ATM 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 transactions will be declined.

➤ **What fees will I be charged if Beacon Community Credit Union pays my overdraft?**

Under our standard overdraft practices:

We will charge you a fee of **\$33.00** each time we pay an overdraft. There is no limit on the total fees we can charge you for overdrawing your account.

➤ **What if I want Beacon Community Credit Union to authorize and pay overdrafts on my everyday debit card transactions?**

If you also want us to authorize and pay overdrafts on everyday debit card transactions, please complete this form and return it to Beacon Community Credit Union by mail or fax:

7910 National Turnpike
Louisville, KY 40214
Fax: 502-366-6297
Phone: 502-366-6022

138 Orion Drive
Shepherdsville, KY 40165
Fax: 502-543-1007
Phone: 502-957-1277

Dixie Branch
4917 B Dixie Hwy.
Louisville, KY 40216
Phone: 502-448-1686
Fax: 502-448-0218

CHECK THE APPROPRIATE BOX BELOW:

I want Beacon Community Credit Union to authorize and pay overdrafts on my everyday debit card transactions.

I **do not** want Beacon Community Credit Union to authorize and pay overdrafts on my everyday debit card transactions. By opting out of overdrafts on every day debit transactions, I understand that I am subject to a \$33.00 per day daily negative fees should my checking account have a negative balance. See rate and fee disclosure.

If you also want us to authorize and pay overdrafts on everyday debit card transactions, complete, sign, and mail this form to our office.

Printed Name _____ Account Number: _____

Signature: _____ Date: _____

Email Address: _____ Phone Number: _____

At Beacon Community Credit Union, we want you to understand how your checking account works. Please review the following examples explaining available balance versus balance. You have services available to view your account 24 hours a day, 7 days a week, using home banking, Beacon CCU Mobile, or our 24-hour audio teller service. These services allow you to know your account available balance anytime. We have customizable alerts to help you keep track of your account. You can set up alerts on your account to notify you of a low balance, deposit posted, overdraft occurred and more. We encourage you to set up your member email alerts so that you can manage your account on the go.

When you review your balance on your account (s), the available balance is the amount of funds available for use. Your available balance may be different than your balance. The available balance is reduced by the amount of pending transactions, such as point-of-sale transactions, or deposited funds on hold in accordance with our hold policy.

Example 1:

Balance	Available Balance	Point-of-Sale Hold
\$424.00	\$399.00	\$25.00 Point-of Sale Amazon.com

In Example 1, a check presented for payment on your account in the amount of \$399.00 would not overdraft your account, but a check in the amount of \$400.00 would overdraft your account because the \$25.00 Amazon point-of-sale purchase hold decreases the balance available for use. If an overdraft occurs, your account is charged a fee of \$33.00 per overdraft occurrence.

Example 2:

Balance	Available Balance	Deposit Hold (in accordance with our hold policy)
\$424.00	\$224.00	\$200.00

In Example 2, a check presented for payment on your account in the amount of \$215.00 would not overdraft your account, but a check in the amount of \$225.00 would overdraft your account because the \$200.00 deposit hold decreases the balance available for use. If an overdraft occurs, your account is charged a fee of \$33.00 per overdraft occurrence.

Example 3:

Balance	Available Balance	Point-of-Sale Hold from Gas Station
\$21.00	\$20.00	\$1.00

In Example 3, some gas stations only place a \$1.00 hold on pay at the pump preauthorization approvals. If your gas station fuel purchase is actually \$30.00, the fuel purchase would overdraft your account because the actual gas transaction exceeds your balance of \$21.00. If an overdraft occurs, your account is charged a fee of \$33.00 per overdraft occurrence.

Home Banking – www.beaconccu.org

Mobile Banking – Beacon CCU Mobile

Audio Teller – 1-855-327-8902