

## WHAT ELSE DO I NEED TO KNOW? *continued*

debit card holds, plus the amount of the Courtesy Pay limit and any available Overdraft Protection. The available balance for ATM and everyday debit card transactions on accounts with Standard Coverage is the ledger balance, less any holds on deposited funds and any debit card holds, plus any available Overdraft Protection, but does NOT include the Courtesy Pay limit. For accounts with Extended Coverage, the Courtesy Pay limit is included in the available balance for authorizing ATM and everyday debit card transactions.

- ★ LINCOLNE Federal Credit Union will place a hold on your account for any authorized debit card transaction until the transaction settles (usually within two business days) or as permitted by payment system rules. In some cases, the hold may exceed the amount of the transaction. When the hold ends, the funds will be added to the available balance in your account. If your account is overdrawn after the held funds are added to the available balance and the transaction is posted to the available balance, an Overdraft Fee may be assessed.
- ★ Except as described in this brochure, LINCOLNE Federal Credit Union will not pay items if the available balance in your account (including the Courtesy Pay limit, if applicable) is not sufficient to cover the item(s) and the amount of any fee(s).
- ★ Courtesy Pay is not a line of credit; it is a discretionary overdraft service that can be withdrawn at any time without prior notice.
- ★ Courtesy Pay may be reduced if you default on any loan or other obligation to us, your account becomes subject to any legal or administrative order or levy, or if you fail to maintain your account in good standing by not bringing your account to a positive balance within 32 days for a minimum of one business day. You must bring your account balance positive for at least one business day to have the full Courtesy Pay limit reinstated.

## OVERDRAFT PROTECTION AND COURTESY PAY SUMMARY

- ★ *Overdraft Protection services allow you to link other sources you have with LINCOLNE Federal Credit Union to your checking account to prevent overdrafts and may be less expensive options than an overdraft.*
- ★ *Courtesy Pay allows you to overdraw your account for a fee of \$35 to pay a transaction*
- ★ *New consumer and business checking accounts will receive a \$100 Introductory Courtesy Pay limit at account opening.*
- ★ *Courtesy Pay Standard Coverage covers checks, ACH transactions (automatic debits), online bill items, teller window transactions, telephone and internet banking transactions, and recurring debit card transactions (automatic/pre-authorized debits that you establish (insurance premiums, utility bills, etc.)).*
- ★ *Courtesy Pay Extended Coverage covers ATM transactions and everyday debit card transactions on your personal accounts with your prior consent, in addition to those transactions covered by Courtesy Pay Standard Coverage. Business accounts automatically have Courtesy Pay Extended Coverage.*
- ★ *Both Overdraft Protection and Courtesy Pay may enable you to avoid expensive merchant returned-check charges.*
- ★ *Both Overdraft Protection and Courtesy Pay may enable you to avoid having your ATM or debit card transactions declined due to insufficient funds.*
- ★ *You must deposit the full amount of the overdraft within 32 consecutive calendar days, including any fees assessed, and maintain a positive balance for at least one business day to continue to receive the full Courtesy Pay limit.*
- ★ *Good account management is the best way to avoid overdrafts. Use our mobile banking, internet banking, or telephone banking services to help keep track of your balance.*
- ★ *For additional financial education resources, please visit [www.mymoney.gov](http://www.mymoney.gov), or our website at <http://www.lincolnefcu.org>.*

*If you have questions about Overdraft Protection or Courtesy Pay, please call us at (402) 441-3555.*

## OVERDRAFT COVERAGE OPTIONS: OVERDRAFT PROTECTION AND COURTESY PAY



COVERAGE FOR UNEXPECTED OVERDRAFTS

LINCOLNE Federal Credit Union  
P.O. Box 30659, Lincoln, NE 68503  
(402) 441-3555  
<http://www.lincolnefcu.org>



# LINCONE

LINCONE Federal Credit Union understands that unexpected overdrafts occur from time to time – Overdraft Coverage can help.

### WHAT ARE MY OVERDRAFT COVERAGE OPTIONS?

The choice is yours. Consider these ways to cover overdrafts:

Service	Cost
Overdraft Protection link to another deposit account you have at LINCONE Federal Credit Union <sup>1</sup>	\$5.00 fee per transfer
Overdraft Protection Line of Credit <sup>1,2</sup>	Subject to interest
Courtesy Pay	\$35.00 per item

<sup>1</sup>Contact us at (402) 441-3555, [info@linconefcu.org](mailto:info@linconefcu.org), or come by a branch to sign up or apply for these services.

<sup>2</sup>Subject to credit approval.

### WHAT IS OVERDRAFT PROTECTION?

Overdraft Protection applies to all types of transactions and may help protect your account from being overdrawn by automatically transferring funds to your checking account from another account you have at LINCONE Federal Credit Union, for a fee.

### WHAT IS COURTESY PAY?

Courtesy Pay allows you to overdraw your account up to the disclosed limit for a fee to pay a transaction.

LINCONE Federal Credit Union may provide you a specific Courtesy Pay limit depending on the type of account you have. New eligible checking accounts may receive a \$100 Introductory Courtesy Pay limit when opening a new account that may be increased to \$500 after 32 days in good standing.

Even if you have Overdraft Protection, such as a transfer from another account or a line of credit, Courtesy Pay is still available as secondary coverage if the other protection sources are exhausted.

Please be aware that the Courtesy Pay amount is not included in your available balance displayed through internet banking, mobile banking, telephone banking, or LINCONE Federal Credit Union ATMs.

### WHAT TYPES OF TRANSACTIONS DOES COURTESY PAY COVER?

The types of transactions covered by Courtesy Pay depend on the coverage selected. See the chart to the right for more information.

If you choose Extended Coverage, all the transaction types listed in Standard Coverage are included, along with ATM transactions and everyday debit card transactions. LINCONE Federal Credit Union will not authorize overdrafts for everyday debit card and ATM transactions on consumer accounts unless you give us your consent to pay these overdrafts by electing Extended Coverage. Business accounts automatically have Courtesy Pay Extended Coverage.

	Standard Coverage (No action required)	Extended Coverage (Your consent required*)
Checks	X	X
ACH - Automatic Debits	X	X
Recurring Debit Card Transactions	X	X
Online Bill Pay Items	X	X
At the Teller Window	X	X
ATM Transactions		X*
Everyday Debit Card Transactions		X*

### HOW MUCH DOES COURTESY PAY COST?

When Courtesy Pay is used, the Overdraft Fee of \$35 will be imposed for overdrafts created by checks, ACH, point-of-sale, ATM transactions, in-person withdrawals, or by other electronic means. If multiple items overdraw your account on the same day, each item will be assessed the appropriate fee. This is the same fee that LINCONE Federal Credit Union charges for items returned to the payee due to insufficient funds.

If an item is returned because the available balance in your account is not sufficient to cover the item and the item is presented for payment again, LINCONE Federal Credit Union will charge a return item fee each time it returns the item because it exceeds the available balance in your account. If, on representation of the item, the available balance in your account is sufficient to cover the item LINCONE Federal Credit Union may pay the item, and, if payment causes an overdraft, charge an overdraft fee.

All fees and charges will be included as part of the Courtesy Pay limit amount. Your account may become overdrawn in excess of the Courtesy Pay limit amount as a result of the assessment of a fee. The total negative balance, including all fees and charges, is due and payable upon demand. 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.

### WHAT IF I DON'T WANT COURTESY PAY?

You can request to discontinue the Courtesy Pay service in its entirety at any time by contacting us at (402) 441-3555 or sending us an email at [info@linconefcu.org](mailto:info@linconefcu.org). Without Courtesy Pay, your insufficient funds items will be returned to the payee and/or declined at the point of purchase, unless you have Overdraft Protection available to cover the item(s). You will be charged the standard Return Fee of \$35 for all returned items.

### WHAT IF I WANT LINCONE FEDERAL CREDIT UNION TO PAY MY ATM AND EVERYDAY DEBIT CARD OVERDRAFTS (EXTENDED COVERAGE)?

If you want us to authorize and pay overdrafts caused by ATM and everyday debit card transactions (Extended Coverage), tell us by using one of the methods below.

- ★ Call us at (402) 441-3555
- ★ Visit our website at <http://www.linconefcu.org>
- ★ Complete the Consent Form, which is available at any branch and was previously provided to you, and mail it to us at P.O. Box 30659, Lincoln, NE 68503
- ★ Visit one of our branch locations
- ★ Send us an email at [info@linconefcu.org](mailto:info@linconefcu.org)

### WHAT ELSE DO I NEED TO KNOW?

- ★ This describes the posting order for purposes of determining overdrafts. Our general policy is to post items throughout the day and to post ACH credits before debits. ATM, ACH, checks, POS, debit card, teller window, online and telephone transactions are posted in the order presented; however, because of the many ways we allow you to access your account, the posting order of individual items may differ from these general policies. Holds on funds (described herein) and the order in which transactions are posted may impact the total amount of Overdraft Fees or Return Fees assessed.
- ★ A single larger overdraft will result in just one fee, as opposed to multiple smaller overdrafts.
- ★ Although under payment system rules, LINCONE Federal Credit Union may be obligated to pay some unauthorized debit card transactions, LINCONE Federal Credit Union will not authorize debit card or ATM transactions unless your account's available balance (including overdraft coverage options) is sufficient to cover the transactions and the amount of any fee(s).
- ★ Giving us your consent to pay everyday debit card and ATM overdrafts on your consumer account (Extended Coverage) may result in you incurring Overdraft Fees for transactions that we would otherwise be required to pay without assessing an Overdraft Fee. However, this would allow us to authorize transactions up to the amount of your Courtesy Pay limit and may also help you avoid overdrafts in excess of your available balance that could result in suspension of your debit card. If you consent to Extended Coverage on your consumer account, it will remain on your account until it is otherwise withdrawn.
- ★ LINCONE Federal Credit Union authorizes and pays transactions using the available balance in your account. LINCONE Federal Credit Union may place a hold on deposited funds in accordance with our Funds Availability Policy, which will reduce the amount in your available balance. The available balance for checks, ACH items, and recurring debit card transactions is comprised of the ledger balance, less any holds on deposited funds and any