



## WHAT YOU NEED TO KNOW ABOUT OVERDRAFTS AND OVERDRAFT FEES

An overdraft occurs when you do not have sufficient available funds in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in three different ways:

1. We have standard overdraft practices that come with your account.
2. We provide overdraft transfer protection, such as a link to a regular savings account and/or another deposit account at LOC, which may be less expensive than our standard overdraft practices.
3. We offer another overdraft protection plan, such as a Personal Line of Credit (Moneyline Loan), which may be less expensive than our standard overdraft practices. To learn more, ask us about this plan.

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
- ACH transactions
- Recurring debit card transactions
- LOC Bill Pay transactions
- Online Banking transfers

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 LOC 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 LOC 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) 837-4562, visit our website at [locfederal.com/overdraft-form](http://locfederal.com/overdraft-form), complete the form below and present it at a branch or mail it to: 22981 Farmington Road Farmington, MI 48336. You can revoke your authorization for LOC 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.

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\_\_\_\_\_ **I do not** want LOC to authorize and pay overdrafts on my ATM and everyday debit card transactions.

\_\_\_\_\_ **I want** LOC to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Printed Name: \_\_\_\_\_

Date: \_\_\_\_\_

Account Number: \_\_\_\_\_