

RANCOCAS FEDERAL CREDIT UNION

SHARE DRAFT /CHECKING AGREEMENT

Share draft/checking accounts at this credit union are subject to the requirements below and such other terms and conditions as established by the Board of Directors. This Share Draft/Checking Agreement must be signed at the time each share draft/checking account is opened or mailed by the credit union after receiving a completed application that was approved by the Membership Committee. The credit union reserves the right to deny an application or close an account if the member has caused a loss to the credit union or is discovered to have caused a loss at another financial institution.

I understand and agree that I must have or open a share account and maintain a minimum balance of \$100 in the share account in order to open a share draft/checking account.

I also understand and agree to the following:

- Open a share draft/checking account with an initial deposit of at least \$25. A \$5 minimum balance is required in the share draft/checking account.
- The member may choose a share draft style from our current supplier. The printing costs will be deducted from the initial opening deposit.
- No dividends are paid on share draft/checking accounts.
- Overdraft protection from shares will be made in \$25 increments up to the amount *available* (above the \$100 minimum). If there is not enough available to cover the full draft amount, the draft will be returned, and the \$25 fee will be applied to the draft account. Automatic transfers from shares are limited to six per month.
- If an account has **three** NSF items on different days within a **90**-day period or maintains a negative balance for one month, the credit union has the right to close the share draft account. The member will be notified by mail if the account is closed and that all unused drafts must be surrendered to the credit union immediately.
- The credit union reserves the right to transfer funds from the share account and/or sub-accounts to cover overdraft fees.
- Share draft/checking account statements will be mailed out monthly.
- Fees will be assessed for NSF items, copies of canceled checks, and stop payments. The fees will be charged to the member in this order: share draft account, share account, any sub-account, and then any other account held by the member. A list of current fees will be furnished when the share draft account is opened. These fees may be changed as deemed necessary by the Board of Directors.
- Reconciling share draft/checking statements (finding errors) \$20 per hour, with a \$20 minimum charge. This will be done by appointment only. There is no charge if the result is a credit union error.

Under the Fair Credit Reporting Act, Rancocas Federal Credit Union is disclosing to you that we may obtain a consumer credit report for you. Your signature on this disclosure authorizes us to obtain this report. Before your application for a share draft account is denied based on information contained in the consumer credit report in whole or in part, we will provide you with the name, address, and phone number of the Credit Reporting Agency, a copy of the credit report and a summary of your rights under the Fair Credit Reporting Act.

Signed: _____

Account: _____

Signed: _____

Overdraft Protection Account(s): _____

Date: _____

Mailed to Member: _____

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Credit Union Use Only

Deposit: \$ _____

Check Code: _____

Acct Opened by: _____