



Dear Village Credit Union Member,

Village Credit Union understands that sometimes you may not have enough money in your account to cover certain transactions. This may occur when you have mistaken how much money is in your account or when you are faced with unforeseen expenses. That is why Village Credit Union offers overdraft services to cover overdrafts for checks written on your account, recurring debit transactions, everyday debit card and ATM transactions, and ACH withdrawals.

Because of changes in federal regulations, effective August 23, 2010, Village Credit Union may not authorize and pay overdrafts for your everyday debit card and ATM transactions unless you ask us to.

If you would like Village Credit Union to continue authorizing and paying overdrafts for everyday debit card and ATM transactions, you must opt in to this service. You may opt in by filling out the attached form and mailing or dropping it by the credit union, by calling the credit union or by emailing info@villagecu.org. Simply state that you want Village Credit Union to authorize and pay overdrafts on ATM and everyday debit card transactions.

By opting in, Village Credit Union will continue to authorize and pay overdrafts on everyday debit card and ATM transactions. This will help you avoid being caught in the unfortunate or embarrassing situation of having your ATM and everyday debit card transaction declined because of insufficient funds.

The enclosed form ("What You Need to Know about Overdrafts and Overdraft Fees") provides you with the information that is needed to help you make an informed decision. If opting in to overdraft services is right for you, simply complete the form or contact the credit union by the means outlined at the bottom of the form or as described above.

Please feel free to contact Village Credit Union if you have any questions about this or any other matter as it relates to your account.

Sincerely,

A handwritten signature in black ink that reads 'Deborah Whittie'.

Deborah Whittie, CCUE
CEO

Enclosure

What You Need to Know about Overdrafts and Overdraft Fees

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 two different ways:

1. We have standard overdraft practices that come with your account.
2. We also offer overdraft protection plans, such as a link to a savings account, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

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
- Automatic bill payments

After August 23, 2010 we will 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 transaction will be declined.

➤ What fees will I be charged if Village Credit Union pays my overdraft?

Under our standard overdraft practices:

- We will charge you a fee of up to **\$25** 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 Village Credit Union to authorize and pay overdrafts on my everyday debit card and ATM transactions?

If you also want us to authorize and pay overdrafts on everyday debit card and ATM transactions, call 515-243-4400, e-mail info@villagecu.org, complete the form from our website at www.VillageCU.org, or complete the form below and present it at a branch or mail it to: Village Credit Union, 601 E Court Ave., Des Moines, IA 50309

_____ I want Village Credit Union to authorize and pay overdrafts on my everyday debit card and ATM transactions.

Signature: _____ Date: _____

Printed Name: _____ Account Number: _____