

**APPLICATION FOR SHARE DRAFT ACCOUNT**

I have read the DISCLOSURE STATEMENT and SHARE DRAFT ACCOUNT AGREEMENT WITH OVERDRAFT PAYMENT PROVISIONS. Please establish my SHARE DRAFT ACCOUNT in accordance with the terms and conditions listed here and on the disclosure.

\_\_\_\_\_ Please arrange for my net paycheck or set dollar amount to be sent to the Credit Union thru payroll deduction.

\_\_\_\_\_ I do not desire net payroll or set dollar amount deduction at this time. My check for a deposit is enclosed.

I would like to arrange for the following overdraft protection methods:

\_\_\_\_\_ Transfer from my regular share account or money market account (Please circle one) in \$50.00 increments enough money to cover my overdraft.

\_\_\_\_\_ Create a loan advance on my Line of Credit in \$50.00 increments to cover my overdraft.

\_\_\_\_\_ I would like both methods of overdraft protection. Please activate my share/loan protection first.

**PLEASE PRINT THE FOLLOWING:**

MEMBER NAME \_\_\_\_\_ MEMBER SIGNATURE \_\_\_\_\_

JOINT OWNER NAME \_\_\_\_\_ JOINT SIGNATURE \_\_\_\_\_

ADDRESS \_\_\_\_\_ CITY \_\_\_\_\_

STATE \_\_\_\_\_ ZIP CODE \_\_\_\_\_

SS# \_\_\_\_\_ BIRTH DATE \_\_\_\_\_

HOME PHONE \_\_\_\_\_ BUSINESS PHONE \_\_\_\_\_

I would like to order checks with my address on \_\_\_\_\_ only my first and last name \_\_\_\_\_

SHARE DRAFT ACCOUNT AGREEMENT WITH OVERDRAFT PAYMENT  
PROVISIONS

I/We hereby authorize the New York University Federal Credit Union (the credit union) to establish this share draft account for me/us. The credit union is authorized to pay share drafts assigned by me (or by any of us) and to charge all such against the shares in this account. It is further agreed that:

- a) Withdrawals from this account can be made at Credit Union or via Touch Tone Teller by calling (800) 997-0724.
- b) The credit union is under no obligation to pay a share draft that exceeds the fully paid and collected share balance in this account. However, if any of the undersigned writes a share draft that would exceed such balance and result in this account being overdrawn, the credit union may:
  1. Pay such share draft and transfer shares to this account authorized by I/we on the application in the amount (\$50 multiples) of the resulting overdraft from the regular share or other savings account from which any of the undersigned is then eligible to withdraw shares. However a minimum of \$50 must at all times remain in the regular share (savings) account. Or:
  2. Treat such share draft as a request to the credit union for an advance (in multiples of \$50) from the Line of Credit, which must be sufficient to permit the credit union to pay the share draft. Repayment of this loan will be done automatically at the end of the month. The share draft account will be debited \$20.00 each month, until the balance has been repaid. The APR on the Line of Credit is \$12.00%
- c) The credit union may pay a share draft on whatever day it is presented for payment, not withstanding the date (or any other limitation on the time of payment) appearing on the share draft.
- d) When paid, share drafts become the property of the credit union and will not be returned either with the periodic statement of this account or otherwise.
- e) Except for negligence, the credit union is not liable for any action it takes regarding the payment or nonpayment of a share draft.
- f) Any objection respecting any item shown on a periodic statement of this account is waived unless made in writing to the credit union before the end of 30 days after the statement is mailed.
- g) This account is subject to the credit union's right to require advance notice of withdrawal, as provided in its bylaws.
- h) The share draft account may be closed by the credit union if any of the following occur:

1. A \$50 balance is not maintained by the member in a regular share (savings) account.
  2. Share drafts or checks deposited are repeatedly returned for insufficient funds and b (above) is not valid.
  3. The share draft account becomes inactive/dormant after there have been no transactions for 3 months.
  4. The closing of the account will result in the unpaid balance being transferred to the regular share (savings) account.
- b) This account is also subject to such other terms, conditions, and service charges as the credit union may establish from time to time.
- c) If this agreement is signed by more than one person, the persons signing below shall be the joint owners of this account which, in that event, shall be subject to the additional terms and conditions printed on this page. In addition, the credit union is hereby authorized to recognize any of the signatures in the payment of funds or the transaction of any business for this account. The joint owners of this account hereby agree with each other and with the credit union that all sums now paid in on the account, or heretofore or hereafter paid in, by any or all of said owners to their credit as such joint owners with all accumulations hereon, are and shall be owned by them jointly, with right of survivorship and be subject to the withdrawal or receipt of any of them and payment of any of them or the survivors shall be valid and discharge the credit union from any liability for such payment.

Any or all of the joint owners may pledge all or any part of the deposits in this account as collateral security to a loan or loans. The right or authority of the credit union under this agreement shall not be changed or terminated by any of the owners except by written notice to the credit union which shall not affect transactions already made.

- d) In the event that the owner or joint owner writes a share draft which would result in this share draft account being overdrawn, and if the member or joint owner is eligible to receive advances from this credit union under a special loan plan, that share draft shall be deemed to be a request to the credit union to prepare an application for advance under such loan account (in multiples of \$50) sufficient to permit the credit union to honor such draft. If the application is approved, the credit union will credit the advance to the share draft account.
- e) No interest will be paid on the share draft account.

I/We agree to notify the credit union immediately if any draft is lost or stolen.

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Dated \_\_\_\_\_

Dated \_\_\_\_\_