

## Terms of Agreement

**Holidays and Weekends.** If the draft date falls on a holiday or weekend, my/our account will be debited on the next business day.

**Insufficient Funds.** If the debit entries under this authorization are returned for insufficient funds or otherwise dishonored, I/we will promptly send to Association the total payment due, plus any charges, default interest or other charges due under the note.

**Discontinuation of Billing Statement.** I/we will not receive a billing statement while using the AutoDraft service unless I/we have a variable rate loan not subject to Regulation Z.

**Notification of changes in the draft amount.**

- (a) If I/we have a variable rate loan not subject to Regulation Z, I/we acknowledge that
  - (1) the amount of my/our installment may change from time to time,
  - (2) my/our billing statement will serve as adequate advance notice of the amount to be debited from the above account (plus any additional amounts I/we have authorized above),
  - (3) the "Amount Due" shown on each billing notice is the amount that will be debited from the above account on the draft date (plus any additional amounts I/we have authorized above), and
  - (4) my/our account will be debited on the day of the month I/we have authorized above or the next business day.
- (b) If I/we have a variable rate loan subject to Regulation Z or an adjustable rate loan, I/we acknowledge that
  - (1) the amount of my/our installment may change from time to time,
  - (2) my/our Rate Change Disclosure Notice or Notice of Interest Rate Change will serve as adequate advance notice of the amount to be debited from the above account (plus any additional amounts I/we have authorized above),
  - (3) the "New Scheduled Payment" or "New Payment Amount" shown on each Rate Change Disclosure Notice or Notice of Interest Rate Change is the amount that will be debited from the above account on the next draft date (plus any additional amounts I/we have authorized above), and
  - (4) my/our account will be debited on the day of the month I/we have authorized above or the next business day.

**Maturity Installment.** My/our maturity installment will not be drafted, and it is my/our responsibility to pay this installment in accordance with the terms of the note.

**Fees.** I/we agree to pay the fees associated with the AutoDraft service which are described in the Association Fee Schedule and authorize Association to add the fees to the principal balance of my (our) loan. These fees may change from time to time and Association will make available a revised fee schedule to reflect changes in AutoDraft fees.

**Termination.** Association reserves the right to refuse or terminate AutoDraft services. This agreement is to remain in effect until Association terminates it or receives written notification of its termination and has sufficient time to act on it.

**All parties to the loan and all persons having authority over the checking or savings account to be debited sign below.**

	Date _____
	Date _____
	Date _____
	Date _____

If checking account is to be drafted, please attach a voided check. If savings, attach a deposit ticket.