

What you need to know about **Overdraft Practices and 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 an Overdraft Protection Program that can be assigned to your account.
2. We also offer alternative overdraft protection such as a link to another checking account, which may be less expensive than our Overdraft Protection Program.

This notice explains your options.

➤ **What is the standard Overdraft Protection Program that can be tied to my account?**

If you elect to accept the Overdraft Protection Program, we will authorize and pay overdrafts for customers in good standing who do not have excessive account abuse for the following types of transactions:

- ❖ Checks and other transactions made using your checking account number.
- ❖ Automatic bill payments.
- ❖ We will not authorize and pay overdrafts for ATM and everyday Debit Card transactions unless you elect to "Opt In" to the Reg. E portion of the program as shown below.

➤ **What if I want First State Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions as shown above?**

If you elect to "Opt In" to the Reg. E portion of the Overdraft Protection Program, we will authorize and pay ATM and everyday Debit Card transactions up to your overdraft limit. By doing so, you could overdraw your account and incur fees for transactions paid that overdraw your account.

➤ **What fees will I be charged if First State Bank pays my overdraft?**

- ❖ We will charge you a fee of \$28.00 each time we pay an overdraft but no more than \$150 per day (fee amount is subject to change).
- ❖ The overdraft fee will be waived for transactions that would overdraw the account less than \$5.00.

To make changes to your Overdraft Protection Program, call 903-676-1900, access our website link at www.fsbathens.com, send an email to customerservice@fsbathens.com or complete the form below and either present it at any of our branch locations or mail it to First State Bank, P.O. Box 471, Athens, TX 75751.

We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction. Your account must remain in good standing as defined above to remain in the Overdraft Protection Program.

I wish to participate in just the standard Overdraft Protection Program.

I wish to participate in the standard Overdraft Protection Program as well as the Reg E. portion of the program.

I do not wish to participate in any portion of the Overdraft Protection Program.

I wish to revoke my earlier request for standard Overdraft Protection Program and Reg. E. coverage.

I do not want an electronic confirmation. Please send my acceptance through the mail.

Customer Signature: _____ Date: _____

Account Number(s): _____
