

**WE NEED YOUR RESPONSE OR YOUR CHECKING ACCOUNT MAY BE CHANGED!!**

**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 three different ways:

1. We have our standard overdraft practices that come with all of our accounts.
2. We offer our Overdraft Defender Program based on credit approval.
3. We also offer overdraft protection, such as a link to a savings account, which may be less expensive than our standard overdraft protection. To learn more, ask us about these plans.

This notice explains our standard overdraft practices.

**What are the standard overdraft practices?**

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

We do not authorize and pay overdrafts for the following types of transactions unless you ask us to through our *Overdraft Defender Program*:

- ATM transactions
- Everyday debit card 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 Northwoods State Bank pays my overdraft?**

Under our standard overdraft practices:

- We will charge you a fee of \$25 each time we pay an overdraft. A \$25 fee is also charged if we return your item because of insufficient funds.
- We may charge up to 5 overdraft fees daily.

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**What if I want Northwoods State Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions?**

If you also want us to authorize and pay overdrafts on ATM and everyday debit card transactions, up to \$300, through our Overdraft Defender Program, call 641-423-7638 (Mason City west office), 641-423-1432 (Mason City east office) or 641-324-1023 (Northwood office) to talk to a teller, or complete the form below and bring it or mail it to one of the addresses below:

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I do not want Northwoods State Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.

I want Northwoods State Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.

**Printed name:** \_\_\_\_\_

**Date:** \_\_\_\_\_

**(Account Number)** \_\_\_\_\_

**I understand that I have a right to revoke this consent at any time or, if I have declined authorization and payment of overdrafts on ATM and everyday debit card transactions, I have the right to opt into such payment at any time. I have received a copy of this notice.**

**Signature** \_\_\_\_\_

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Mason City, IA 50401

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451 S. Illinois  
Mason City, IA 50401

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