

# OVERDRAFT SERVICES

BANTERRA BANK



**Banterra<sup>®</sup> Bank**  
*Banking With Local Style*

## Conveniences to help you manage your checking account

At Banterra, we constantly strive to offer convenient and helpful products and services to meet your ongoing financial needs. We know that when managing your checking account, mistakes can happen to anyone, and sometimes checks and other types of payment can be denied or returned due to non-sufficient funds. We know this can be embarrassing, as well as costly due to a non-sufficient funds (NSF) fee(s) that will be charged.

We want to help you with those situations, that's why we are offering two overdraft service options for customers:

- **Overdraft Protection**
- **Debit Card Overdraft Service**

### Overdraft Protection

You can avoid being overdrawn in your checking account by signing up for Overdraft Protection. If your account does not have funds to cover items, this service will automatically transfer funds from your designated accounts, up to the available balance in the accounts. We can set up Overdraft Protection for your eligible personal and business accounts, as these transfers are not a loan.

These accounts include:

- Checking accounts
- Savings accounts<sup>1</sup>
- Money Market accounts<sup>1</sup>
- Home Equity Line of Credit

You can choose from one of the following options:

- Transfer the exact amount overdrawn plus the transfer fee.
- Transfer in \$10 increments to cover amount overdrawn plus transfer fee.
- Transfer in \$1,000 increments with a target balance of \$1,000 to cover amount overdrawn plus transfer fee.

It's easy to sign-up for Overdraft Protection. Simply fill out the attached form and drop it off at your local Banterra or drop in the mail. You can also go to Banterra.com and if enrolled in online banking, you can fill out an online form.

A small, one-time set-up fee of \$4.50 is required to sign-up for Overdraft Protection. This fee is automatically charged to the protected checking account.<sup>2</sup>

<sup>1</sup>Savings and money market accounts are limited to six (6) withdrawals per month or statement cycle. If this has been reached, no transfer will occur to cover overdrafts. Smart Kids Savings or any other minor savings account cannot be used to fund Overdraft Protection.

<sup>2</sup>Customer signing up for Overdraft Protection must be the owner on all funding accounts and the protected checking account. Consumer accounts can only be funded by consumer accounts; business accounts can only be funded by business accounts. Some reasons why funds will not be transferred include these events: Not sufficient funds available in the funding account; account is pending closed status or is a debit post restricted account; loan is delinquent, at maturity, or bankruptcy.

# How overdraft services work

An easy way to understand our overdraft services is to consider the situations below:

Situation	Standard Overdraft Practice	Overdraft Protection	Debit Card Overdraft Service
Wrote one check in an amount higher than current checking account balance.	Check may be approved (at bank's discretion). \$35 Overdraft Fee may be charged. Payee charges may apply for returned check.	Funds will be transferred from your linked account. \$10 Transfer Fee* will be charged.	Check may be approved (at bank's discretion). \$35 Overdraft Fee may be charged.
Made one debit card transaction in amount higher than current checking account balance.	Transaction may be denied.	Funds will be transferred from your linked account. \$10 Transfer Fee* will be charged.	Transaction may be approved (at bank's discretion). \$35 Overdraft Fee may be charged.
Wrote six (6) checks (or more) in an amount higher than current checking account balance in one business day.	Check may be approved (at bank's discretion). \$210 (\$35 x 6) Overdraft Fee may be charged. Same charge for more than six (6) as overdraft fees are limited to six (6) per day. Payee charges may apply for returned checks.	Funds will be transferred from your linked account. \$10 Transfer Fee* will be charged.	Checks may be approved (at bank's discretion). \$210 (\$35x6) Overdraft Fee may be charged. Same charge for more than six (6) as overdraft fees are limited to six (6) per day.
Made six (6) debit card transactions (or more) in amount higher than current checking account balance.	Transactions may be denied.	Funds will be transferred from your linked account. \$10 Transfer Fee* will be charged.	Transactions may be approved (at bank's discretion). \$210 (\$35x6) Overdraft Fee may be charged. Same charge for more than six (6) as overdraft fees are limited to six (6) per day.

\*Fee will be waived if overdraft amount is \$5 or less or if the amount needed to maintain the target balance is \$5 or less. There is a \$10 Transfer Fee per day, regardless of the number of transactions presented for payment that day.

## Debit Card Overdraft Service

Banterra offers an optional method to customers for handling your ATM and debit card transactions if there are non-sufficient funds in your checking account. If you choose to add Debit Card Overdraft Service<sup>3</sup> to your checking account, the bank may approve (at our discretion) ATM and debit card transactions in the event you do not have enough funds to cover the transaction.

- There is no fee for signing up for this service.
- If your account is negative, a standard overdraft fee of \$35 per item may be charged if a covering deposit or transfer is not made prior to the transaction posting.
- If you do not add this service, your ATM and everyday debit card transactions will be declined at the time of the transaction if there are not sufficient funds in your account; you will not be charged an overdraft fee if these types of transactions cause an overdraft.

## Ways to help you manage your account

**Online & Mobile Banking** - One smart way to manage your account balances is to use Banterra's free online and mobile banking. You can check your account balance and transfer funds – anytime, anywhere, and with our mobile and iPad app, this has never been easier.

**Text Banking** - You can always check your available balance before you make a purchase.

**Account Alerts** - You can easily set up a low-balance alert to your email.

**Routine Practices** - Put these routine practices in place to help avoid overdrafts:

- Keep track of your spending
- Don't spend more than you have
- Don't forget outstanding transactions
- Keep a cushion in your account

## To get started or to learn more about Banterra Overdraft Services

Stop by any Banterra location and a representative will be happy to discuss these services with you, assist you with getting started and help you with methods to better manage your checking account.

For convenience, to sign up for our Banterra Overdraft Services, you can fill out and mail the attached form or you can log-in to Online Banking at Banterra.com where you can find a secured form.

<sup>3</sup> Banterra reserves the right to discontinue the service at any time and without notice. Transactions may not be processed in the order in which they occur, and the order in which transactions are received and processed can affect the total amount of overdraft fees assessed.

# Overdraft Protection Authorization Agreement

## Terms & Conditions

If you request Overdraft Protection for your Banterra checking account (known as the covered account), money for the overdraft automatically transfers from another Banterra deposit account (checking, savings or money market) or your Banterra home equity line of credit that you previously selected (known as the funding account). You may select up to four (4) funding accounts. Personal checking accounts may only be linked to personal funding accounts, and business accounts may only be linked to business funding accounts. Any person who is an owner of both the covered account and the funding account may request the service without the consent of other owners. Overdraft Protection will become effective within a reasonable time after we have approved your request.

The funding account available balances can be used to authorize transactions that memo post during the day for debit card purchases, ATM/POS transactions, mobile banking transfers or internet banking transfers that are presented to a covered account.

Transfers will be done based on the option that you chose and will include the Overdraft Protection Transfer Fee. Overdraft Protection will transfer all available funds in order to reduce the amount of the overdraft.

**Fees:** There is an initial set-up fee of \$4.50 that will be assessed the day that Overdraft Protection is established on the account. There is an Overdraft Protection Transfer Fee charged to the covered account each day funds are transferred. Only one fee per business day will be assessed. The fee amount is disclosed in our fee schedule and is currently \$10 for each day that a transfer occurs. If you use a savings account as a funding account, there is a \$2 fee per withdrawal in excess of four (4).

**Limits:** We will not process overdraft protection transfers more than six (6) times in a calendar month from savings accounts or more than six (6) times in a statement cycle from money market accounts. Covered accounts cannot also be used as funding accounts. Smart Kids Savings accounts and Uniform Transfers to Minors Accounts (UTMA) cannot be used as funding accounts. We will not transfer more than the available account balance in the funding account(s). We are not required to notify you if the funding account becomes unavailable. Overdraft Protection will not be available if the funding account is blocked for usage.

Funds you deposit into your funding accounts may not be available immediately for overdraft protection transfers.

Federal law limits the number of certain types of withdrawals from your savings or money market account(s) to six (6) per monthly statement (or per calendar month if you receive a quarterly statement). Refer to the Withdrawal Limitations for your account(s) found in the "Important Account Information" for further explanation of these limits and details. The account owner is responsible for preventing transactions that would exceed those limitations.

In the event that you have a home equity line of credit that you will be using as a funding account, and the terms of that agreement do not conform to the terms of this agreement regarding minimum draws or requirements for you to request funds, then this agreement shall supersede the terms of the home equity line of credit agreement only as to those conflicting portions regarding minimum draws and the requirement that you request the funds.

Any owner of the covered account or funding account may initiate or cancel Overdraft Protection in writing. Cancellation will be effective after we have received written notice and had reasonable time to act on it. Banterra may cancel Overdraft Protection upon notice to the customer or upon closing of a linked account.

This Agreement may be modified and/or terminated at any time by Banterra Bank upon notice to you and you understand that it will terminate automatically without notice if any or all accounts are closed. Your use of this Overdraft Protection service after notice of a change to this Agreement will constitute your agreement to the changes.

I/we hereby authorize Banterra Bank to transfer funds from the account(s) listed on the attached form to the checking account listed on the attached form based on the selected Option whenever the Bank determines there are insufficient funds or if I/we choose, the checking account balance falls below the target balance after all items have posted for the day. I/we acknowledge receipt of the Overdraft Protection Agreement. If I am opening a new deposit account, I acknowledge receipt of the Important Account Information for Our Customers and the Common Features and Fee Schedule.

# Overdraft Protection Authorization Agreement

\_\_\_\_\_ Yes, I would like to utilize Overdraft Protection.

Select one of the following options:

- Option 1 - Transfer funds from the designated funding account(s) only when the covered account becomes overdrawn. Transfer the overdraft amount plus the transfer fee.
- Option 2 - Transfer funds from the designated funding account(s) only when the covered account becomes overdrawn. Unless otherwise noted below, Banterra Bank will transfer funds in increments of \$10 until the overdrawn amount and the transfer fee are covered.

Please transfer from my funding accounts in increments of \$\_\_\_\_\_.(Enter amount)

- Option 3 - Transfer funds from the designated funding account(s) only when the covered account balance falls below the target balance. Unless otherwise noted below Banterra Bank will transfer funds in increments of \$1000 until the target balance of \$1000 including the transfer fee is achieved.

Please transfer from my funding accounts in increments of \$\_\_\_\_\_ based on attaining a target balance of \$\_\_\_\_\_ in the covered checking account.(Enter amounts)

\*Covered Checking Account:\_\_\_\_\_

\*Funding Account(s) (Up to four accounts):

Checking     Savings     Home Equity Line Of Credit

\_\_\_\_\_  
 Checking     Savings     Home Equity Line Of Credit

\_\_\_\_\_  
 Checking     Savings     Home Equity Line Of Credit

\_\_\_\_\_  
 Checking     Savings     Home Equity Line Of Credit

\*Customer Name:  
\_\_\_\_\_

\*Social Security Number:  
\_\_\_\_\_

I have read the Terms & Conditions on panel prior to this form and agree to these terms.

# ATM / Debit Card Opt-In Form

## 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:

- We have standard overdraft practices that we use in connection with servicing your account.
- We also offer overdraft protection plans, such as a link to another checking account, a savings account or a home equity line of credit, 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 types of transactions below:

- Checks and other transactions made using your checking account
- Automatic bill payments

We do not authorize and pay overdrafts for the following types of transactions unless you ask us to (see below):

- 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 Banterra Bank pays my overdraft?

Under our standard overdraft practices:

- We may charge you a **\$35** fee each time we pay an overdraft (this is the same fee we charge if your overdraft is returned).

There is no limit on the total fees we can charge you for overdrawing your account. However, the maximum number of overdraft fees that may be assessed in one day is six (6).

## What if I want Banterra 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, call our Overdraft Services Department at 866-BANTERRA (226-8377), option 8 and tell us, visit Banterra.com (a form is available through Online Banking) or simply complete the form below and bring it to any Banterra location or mail it to **Banterra Bank, Attn: Overdraft Services Dept., P.O. Box 291, Eldorado, IL 62930**.

Yes, I want Banterra Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.

No, I do not want Banterra Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Name: \_\_\_\_\_

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

Account Number: \_\_\_\_\_

# BANTERRA BANK SERVICES

## PERSONAL BANKING

Personal Checking  
Personal Savings  
CDs & IRAs  
Mortgage & Equity  
Online & Mobile Banking  
Personal Loans

## BUSINESS BANKING

Business Checking  
Business Savings  
Treasury Management  
Business & Ag Loans  
Specialized Lending  
- Aviation, Corporate Banking, Machine Tool, RV & Marine  
Workforce Banking  
Private Banking

## OTHER SERVICES

Credit Cards – Consumer & Business  
Foreign Currency  
Security & Fraud Protection  
Wire Transfers



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866-BANTERRA (226-8377)

[Banterra.com](http://Banterra.com)

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