

# What You Need to Know about Overdrafts and Overdraft Fees

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If we pay a transaction which exceeds your Available Balance, the transaction will be considered an overdraft transaction and your account will be considered overdrawn. Please see the Agreement section of the Terms and Conditions of Your Account disclosure for the definition of Available Balance.

We can cover your overdrafts in two different ways:

1. We have Bounce Protection that is currently available on your account if you meet and continue to meet the qualification parameters. For more details, see the document titled "Bounce Protection Overdraft Program."
2. We also offer overdraft protection plans, such as a link to another account or overdraft 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 Bounce Protection overdraft practices.

## ***What are the standard Bounce Protection overdraft practices that come with my account?***

We do authorize and pay overdrafts for the following types of transactions:

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

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

- ATM transactions
- Everyday debit card transactions

We pay transactions that overdraw your account or continue to overdraw your account 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 if it is an ATM or everyday debit card transaction, or returned for non-sufficient funds if it is any other type of transaction.

## ***What fees will I be charged if Desert Community Bank, a division of Flagstar Bank pays my overdraft?***

Under our standard Bounce Protection overdraft practices:

- We charge you an Overdraft Charge of **\$36.00** each time we pay an overdraft. However, we will not charge you more than five combined Overdraft Charges per day (a maximum of \$180.00 per day).
- If your Balance has been negative in any amount for 34 consecutive days, on the first Business Day after that we will charge your account a Consecutive Days Overdrawn Fee in the amount of **\$6** if the Balance of your account is negative more than \$-10 on that Business Day. We will continue to charge a Consecutive Days Overdrawn Fee in the amount of **\$6** on each Business Day that the Balance of your account is negative more than \$-10 until you make a deposit that brings your Available Balance to zero or a positive number, or until we close your account. The Consecutive Days Overdrawn Fee will be charged on a Business Day in addition to any other fees charged on that Business Day. Please see the Agreement section of the Terms and Conditions of Your Account disclosure for the definition of Available Balance, Balance and Business Day.
- If your Balance continues to be negative by any amount for 60 consecutive days, we will close your account and assess a Charge-Off Fee to your account in the amount of **\$30.00**.

## ***What if I want Desert Community Bank, a division of Flagstar Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions?***

If you want us to authorize and pay ATM and everyday debit card transactions that exceed your Available Balance, complete the form on the next page and return both pages using one of the following methods:

1. **Mail it to:** Desert Community Bank, Mail Stop 4-323, 301 W Michigan Ave., Jackson, MI 49201-9987
2. **Take it to a branch.** Visit [dcbk.org/locator](http://dcbk.org/locator) to find your nearest branch.

I do not want Desert Community Bank, a division of Flagstar Bank to authorize and pay ATM and everyday debit card transactions that exceed my Available Balance with respect to the account identified below.

I want Desert Community Bank, a division of Flagstar Bank to authorize and pay ATM and everyday debit card transactions that exceed my Available Balance with respect to the account identified below.

Print Name: \_\_\_\_\_ Signature: \_\_\_\_\_

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

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

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