

## Customer Overdraft Policy

An insufficient balance can result from several events, such as (1) the payment of checks, electronic funds transfers or other withdrawal requests; (2) payments authorized by you; (3) the return of unpaid items deposited by you; (4) The State Bank of Faribault service charges; or (5) the deposit of items which, according to the The State Bank of Faribault's Funds Availability Policy, are treated as not yet available or finally paid. We are not obligated to pay any item presented for payment if your account does not contain sufficient funds.

As long as you maintain your account in "good standing," we may approve your overdraft items within your current available Bounce Guard limit as a non-contractual courtesy. For overdraft privilege consideration, your account is in "good standing" if you (1) make sufficient deposits to bring your account to a positive end-of-day balance at least once every 30 calendar days (including the payment of all The State Bank of Faribault fees and charges); (2) avoid excessive overdrafts suggesting the use of Bounce Guard as a continuing line of credit; and (3) have no legal orders, levies or liens against your account.

In the normal course of business, we generally pay electronic transactions first and then checks serial number, per the The State Bank of Faribault's policy. We reserve the right to change the order of payment without notice to you if we suspect fraud or possible illegal activity affecting your account. Also, please be aware that the order of item payment may create multiple overdraft items during a single banking day for which you will be charged our paid overdraft item fee of \$35.00 for each overdraft item paid.

A \$5.00 Daily Continuous Overdraft Fee will be assessed if the account is overdrawn more than 10 continuous business days. Bank assessed fees may cause your account to go overdrawn, and a daily continuous overdraft fee may be imposed on the overdrawn balance, if the account is overdrawn more than 10 continuous business days.

You may opt out of the privilege at any time, but you are responsible for any overdrawn balances at the time of opting out. Normally, we will not approve an overdraft for you in excess of the predetermined amount assigned to your account type. So as not to exceed your limit, please note that the amount of the overdraft plus the The State Bank of Faribault's paid overdraft item fee of \$35.00 per item will be deducted from the overdraft limit.

We may refuse to pay an overdraft item at any time even though we may have previously paid overdrafts for you. For example, we typically do not pay overdraft items if your account is not in good standing as defined above, or, if based upon our review of your account management, we determine that you are using Bounce Guard excessively or seem to be using Bounce Guard as a regular line of credit. You will be charged a return item fee of \$35.00 for each item returned.

You will be promptly notified of any non-sufficient funds items paid or returned that you may have; however, we have no obligation to notify you before we pay or return any item. The amount of any overdraft including our paid overdraft item fee of \$35.00 and/or a return item fee of \$35.00 that you owe us shall be due and payable upon demand, but if no demand is made, no later than 30 calendar days after the creation of the overdraft. If there is an overdraft on an account with more than one owner on the signature card, each owner and agent, if applicable, shall be jointly and severally liable for all overdrafts inclusive of fees.

Bounce Guard should not be viewed as an encouragement to overdraw your account. To avoid fees, we encourage you to keep track of your account balance by entering all items in your check register, reconcile your check book regularly, and manage your finances responsibly. If you would like to have this service removed from your account, please call 507-332-7401.

Please note that your Bounce Guard limit may be available for each item paid under the limit created by checks and other transactions made using your checking account number, such as a teller withdrawal, an automatic payment (ACH) transaction, or automatic bill payment and recurring debit card payment. Also, at your request, we may authorize and pay ATM transfers or withdrawals and everyday debit card purchases using your limit. The limit will not be included in the balance provided during an inquiry.

LIMITATIONS: Bounce Guard is a non-contractual courtesy that is available to individually/jointly owned accounts in good standing for personal or household use. The State Bank of Faribault reserves the right to limit participation to one account per household and to suspend, revoke, or discontinue this service without prior notice. Unless we advise you differently or you request this service be removed from your account, your limit will be made available to cover overdrafts again after you bring your account to a positive end-of-day balance.

## Other Services

- Personal Checking & Savings
- INTERNET BANKING  
Get balances, transfer funds, and much more.
- MOBILE BANKING  
It's the ultimate convenience!
- FREE E-STATEMENTS  
Save paper and get your statement electronically
- 24-HOUR X-PRESS TELEPHONE BANKING  
Just call 507-333-2355 for balance information, transferring money, and much more.
- Personal Loans
- Home Mortgage Loans
- Home Equity Loans
- Home Improvement Loans
- Credit Cards
- Retirement Savings Plans
- Certificates of Deposit
- Check Plus Line (Overdraft Protection)
- Safe Deposit Boxes
- Business Checking and Savings Accounts
- Business Loans & Lines of Credit
- And much more!

# SBF

**STATE BANK OF FARIBAULT**

**Downtown** 428 Central Ave. (507) 332-7401  
**West Mall Branch** 202 Western Ave. (507) 334-6917  
NMLS 638054 Member FDIC

**Online Banking: [www.tsbf.com](http://www.tsbf.com)**

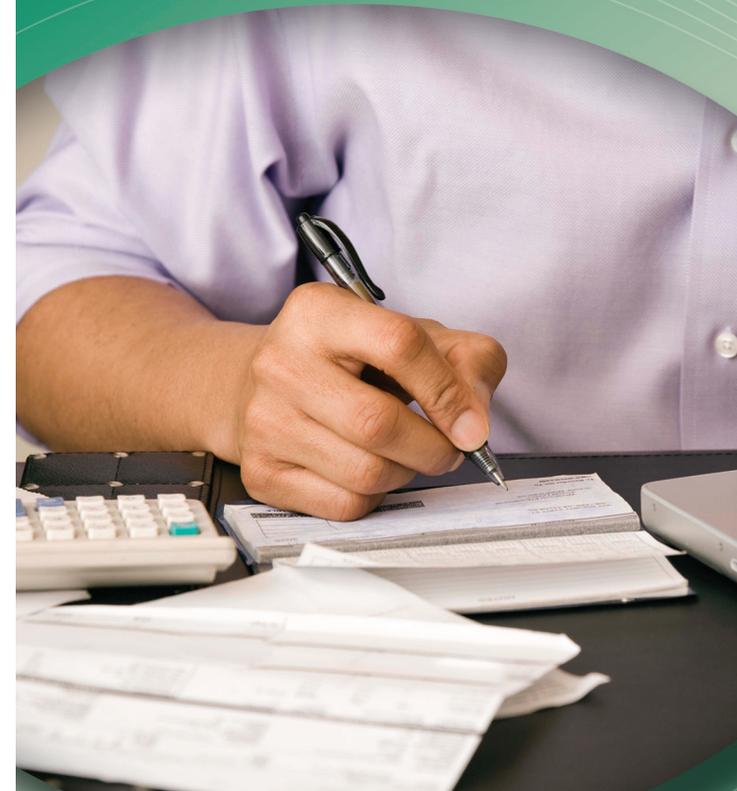
Effective 6-1-2018

Need secure storage for your important documents?  
Ask about our...  
  
**Controlled Climate Storage**  
Contents not FDIC insured.



# Overdraft

## PRODUCTS & SERVICES



# SBF

**STATE BANK OF FARIBAULT**

[www.tsbf.com](http://www.tsbf.com)

# Overdraft Products & Services

*A smart safety net to cover unexpected expenses!*

Because mistakes and unexpected things happen, The State Bank of Faribault offers several options to help you manage overdrafts. These services can provide peace of mind and head off the potential and inconvenience of rejected checks, debit card, or ATM transactions.



	Bounce Guard Overdraft Privelege	Overdraft Sweep Transfer	Check Plus Line of Credit
Description	An automatic service that provides you a safety net up to an assigned overdraft limit	Establishes an automatic transfer to your checking account from another deposit account	Establishes a personal line of credit linked to your checking account
How to add this service	Comes automatically with your account	You need to request this service	You need to apply for this service
Covers written checks	✓	✓	✓
Covers automatic payments	✓	✓	✓
Covers ATM withdrawals		✓	✓
Covers Debit Card transactions		✓	✓
Cost	No fee for the service unless you overdraft, \$35 per item whether the item is paid or returned.	\$10 per transfer	\$25 annual maintenance fee Outstanding balances are assessed an annual percentage rate of 18%* <i>Subject to application approval</i>
Limits	Non-interest bearing accounts \$300 -\$750 Interest Bearing accounts \$1500	Will sweep in increments of \$100 from another deposit account	Line of Credit limits starting at \$300

\*The Annual Percentage Rate (APR) used in calculating the finance charge is based on a daily periodic rate, multiplied by the average daily balance of your loan account balance, and multiplied by the number of days in the billing cycle.