

# MIDLAND OVERDRAFT SERVICES (Courtesy Overdraft Program)



Anyone can occasionally lose track of how much money is available in their checking account, which is why we have developed an overdraft program to give you options and help avoid declined transactions.

Choose the overdraft coverage that is right for you: **Courtesy, Extended, Savings Transfer, and Reserve Line of Credit Transfer.**

## **COURTESY COVERAGE**

**What it is** - This is our standard overdraft service, offered at Midland's discretion. We provide a limited reserve to pay overdrafts that may occur from items such as checks, ACH/automatic payments, in-person teller transactions, and recurring debit transactions (These may be automatic payments for subscriptions, dues, utility bills, etc.). If the amount of an ATM and everyday debit card transaction exceeds your available balance, it may be declined. There is no charge to have Courtesy Coverage on your account unless you use the service. If you do not overdraw your account, you will never be charged an overdraft fee. (Courtesy Coverage does NOT cover ATM or everyday debit card transactions. If the amount of an ATM and everyday debit card transaction exceeds your available balance, it may be declined.)

### **What it costs –**

- If paid: **\$36** per overdraft item. (Non-Sufficient Funds/NSF)
- No fee on overdrafts if the aggregate negative balance is \$5 or less
- A maximum of 6 overdraft transaction fees per business day, plus the continuous overdraft fee if applicable
- A continuous overdraft fee of **\$36** will be charged every 5th business day of being overdrawn through the 25th business day
- Items presented multiple times for payment (checks & ACH) may incur fees each time the transaction is returned NSF

To have access to Courtesy Coverage, no action is necessary. Accountholders who qualify for this service will be automatically enrolled. You may opt out at any time by contacting us at 1-855-696-4352 or by visiting any of our banking centers.

## **EXTENDED COVERAGE**

**What it is** - You can elect to extend your Courtesy Coverage to also include the payment of ATM and everyday debit card transactions. If you provide your consent to opt-in to Extended Coverage, these types of transactions can be paid when funds are unavailable in your account. Your transactions will be paid up to the amount of your overdraft coverage limit. If you want to add Extended Coverage to your account, you may tell us anytime.

### **What it costs –**

- If paid: **\$36** per overdraft item. (Non-Sufficient Funds/NSF)
- No fee on overdrafts if the aggregate negative balance is \$5 or less
- A maximum of 6 overdraft transaction fees per business day (combined with transaction types covered under the Courtesy Overdraft program), plus the continuous overdraft fee if applicable
- A continuous overdraft fee of **\$36** will be charged every 5th business day of being overdrawn through the 25th business day
- If the transaction is declined and will not go through your account you will not be assessed an overdraft item fee (Non-Sufficient Funds/NSF)
- Business accounts are automatically enrolled into the Extended Coverage service
- Items presented multiple times for payment (debit card transactions, ATM transactions) may incur fees each time the transaction is returned NSF

To choose Extended Coverage, which includes ATM and everyday debit card transactions contact us at 1-855-696-4352 or visit any of our banking centers. If you do not choose to extend coverage, and you do not have available funds in your account, your ATM and everyday debit card transactions will be declined.

## Understanding Your Overdraft Limit -

Limits offered under Midland's Courtesy Overdraft program are not guaranteed and can change throughout the life of your account. Items presented for payment under the overdraft program are discretionary and transactions above and below your limit may be declined based on account history. Our general process for setting limits includes:

- \$100 overdraft coverage limit will be available the first business day after opening your account
- After 30 calendar days of your account being opened, an overdraft limit will be established for your account based on how the account is being used.
- Account overdraft limit criteria included, but is not limited to:
  - o Age of Account
  - o Deposits
  - o Deposit Regularity
  - o Previous Overdraft Activity
  - o Account Status relating to any legal or administrative order or levy
  - o Status of Loan Obligations with the institution
- Your limit may change periodically based on the continual evaluation of your accounts against the above-mentioned criteria.
- Your overdraft limit may be reduced to \$0
- For your current limit call us at: 1-855-696-4352 or visit any of our banking centers.

**Overdraft Protection Options-** We also offer overdraft service options, such as a link to a savings account, or line of credit to cover transactions that would overdraw your account.

**Savings Transfer** – Transfer funds to your checking account from a linked savings or money market account. This is an optional coverage, which you elect.

- \$10 per transfer.
- Transfers occur in \$100 increments.

**Reserve Line of Credit Transfer** – Funds are automatically transferred to your checking account from an unsecured line of credit. Credit approval is required.

- \$10 per transfer + interest charged on the balance of your line of credit.
- Transfers occur in \$100 increments.
- Adjustable rate: 15% + Wall Street Journal Prime Rate
- This option is available to personal accounts only.

## WAYS TO CHECK YOUR BALANCE

We offer the following free services that allow you to check your balance before you pay a bill or make a purchase. Knowing your available balance can help you avoid overdraft related fees.

- Enroll in Midland States Bank Online Banking
- Sign up for account alerts through Midland States Bank Online Banking
- Use the Midland States Bank Mobile App
- Use your Midland States Bank ATM or debit card at any Midland or Allpoint ATM
- Call our Customer Care Center at 1-855-696-4352

Please read on to learn more about the Consumer Discretionary Overdraft Protection Policy which explains the limitations of these services.

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 your transaction, it will be declined.

What fees will I be charged if Midland States Bank pays my overdraft?

- We charge an overdraft item fee of **\$36** each time we pay an overdraft (with a limit of six(6) overdraft items per account in one business day). We will not charge an overdraft fee for items paid in a business day if your account is overdrawn by \$5 or less. There is a limit of \$216 per business day on the total overdraft item fees we can charge you for overdrawing your account.

**TRANSACTION POSTING ORDER** - To further understand how overdrafts occur it is important to understand how transactions are posted to accounts. The order in which items are posted to an account is: When processing items drawn on your account, our policy is to pay in the following order. (1) ATM/POS items are paid first. (2) ACH items are paid next. (3) Checks and drafts are paid by lower check or serial number order after ATM/POS and ACH items.

**Additional Disclosures:**

Some restrictions may apply. Loans based on credit qualifications. A fee is imposed on overdrafts created by check, in person withdrawal, ATM withdrawals or other electronic means. An overdraft and the associated fee is immediately due and payable when incurred. Whether we pay an overdraft is discretionary and we reserve the right not to pay. A \$36 NSF fee will be charged per returned item. All qualified Midland States Bank checking accounts will automatically receive the protection provided by the Courtesy Overdraft Program. Courtesy Overdraft Fees: Maximum \$180 will be charged per continuous overdraft occurrence. Continuous overdraft fees begin the day of your first overdraft, per overdraft occurrence. How this charge is calculated: If your account is overdrawn, a continuous overdraft fee of \$36 is charged every 5 business days up to the 25th business day. (25 business days divided by 5 business days = a total of five \$36.00 charges per overdraft occurrence)

The Terms And Conditions Of Your Account is incorporated herein for all purposes as if it were set forth verbatim, and its terms shall control any possible conflict between any provision of this Midland States Bank Courtesy Overdraft Policy and The Terms And Conditions Of Your Account.

Midland States Bank is not obligated to pay any item presented for payment if your account does not contain sufficient collected (available) funds. Any discretionary courtesy payments by Midland States Bank of any non-sufficient fund (NSF) check or checks (or other items) does not obligate the bank to pay any additional non-sufficient fund check or item or to provide written notice of its decision to refuse to pay any additional non-sufficient fund check or item.

REV July 28, 2022

# Choose an overdraft option

An overdraft occurs when you don't have enough money in your account to cover a transaction, but we pay it anyway.

**Here are two options:**


**Keep: Courtesy Coverage**


This option comes with your account. We generally let your online bill payments and checks go through and decline your debit card transactions and ATM withdrawals.

**Or switch to: Extended Coverage**

If you switch to this option, we may also authorize ATM withdrawals and debit card transactions that overdraw your account. If we do, we'll charge an overdraft fee.

ATM overdraft fee	No Fee	\$36
Debit card overdraft fee	No Fee	\$36
Online bill payment overdraft fee	\$36	\$36
Check overdraft fee	\$36	\$36
Maximum number of fees	6 overdraft fees per day	6 overdraft fees per day
Continuous overdraft fee	A continuous overdraft fee of <b>\$36</b> will be charged every 5th business day of being overdraft through the 25th business day.	A continuous overdraft fee of <b>\$36</b> will be charged every 5th business day of being overdraft through the 25th business day.

 Link an account to lower your fees. You can link this account to a savings account, credit card, or line of credit. We'll use the money from the linked account to pay transactions that overdraw your account.

 For more information about your options, call us at 1-855-696-4352 or visit [Midlandsb.com/overdraft](http://Midlandsb.com/overdraft). For tools to help you make your overdraft decision, Visit [consumerfinance.gov/overdraft](http://consumerfinance.gov/overdraft).

**To keep the current option:**

There is nothing you need to do. You will not pay overdraft fees on ATM withdrawals or debit card transactions.

**To switch to all transactions option:**

Contact us at 1-855-696-4352; or by visiting any of our banking centers.

I understand that Midland States Bank may authorize any transaction even if it overdraws my account. I will be charged \$36 for each overdraft.