

## 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:

1. We have basic overdraft coverage that comes with your account.
2. We also offer overdraft protection plans, such as a link to a savings account, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

This notice explains our basic overdraft coverage.

### What are the basic overdraft practices that come with my account?

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 (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 Mechanics Savings Bank pays my overdraft?

Under our basic overdraft coverage:

- We will charge you a fee of up to **\$27.00** each time we pay an overdraft.
- There is a limit of 5 fees (\$135) we can charge you for overdrawing your account each day.

### What if I want Mechanics Savings Bank to pay overdrafts on my ATM and everyday debit card transactions? (extended coverage)

Check the appropriate option below for extended coverage and present it at a branch or mail it to Mechanics Savings Bank 100 Minot Ave, Auburn ME 04210-0400.

I **do not** want Mechanics Savings Bank's basic or extended coverage on my account.

I want Mechanics Savings Bank's basic coverage on my account.

I **do not** want Mechanics Savings Bank's extended coverage on my account.

I want Mechanics Savings Bank extended coverage, to authorize and pay overdrafts on my ATM and everyday debit card transactions.

\_\_\_\_\_  
Account Holder Name Printed

\_\_\_\_\_  
Account Holder Signature

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

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

Submitted By: \_\_\_\_\_ Date: \_\_\_\_\_ Processed By: \_\_\_\_\_ Date: \_\_\_\_\_