

OPT-IN DISCLOSURE

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. When an overdraft occurs, we can handle it in two different ways:

1. Peoples Bank's standard overdraft practices, Overdraft Management Service (OMS), which automatically comes with your checking account.
2. Peoples Bank also offers the following overdraft protection services:
 - To reduce the cost of overdraft activity, link your checking account to another checking or savings account. If you overdraw your checking account, money is automatically taken from your linked account according to your transfer instructions. Deficit Transfer Fee of \$5 may apply to each transfer.
 - An alternative to a linked checking or savings account is a line of credit. Peoples Bank offers Home Equity, Personal, and Express Lines of Credit that can be used to cover overdrafts. There is no charge when transferring money from your line of credit into a checking or saving account; however, interest charges continue to apply in accordance with the terms of your loan agreement.

This notice explains our standard overdraft practices that come with your account.

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

- Checks and other transactions
- Automatic bill payments

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

- ATM transactions
- Everyday debit card transactions

Overdraft decisions will be made at the Bank's 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 as NSF. In certain instances, the timing of a debit or ATM transaction may be such that the transaction is authorized, and we become obligated to pay it without a fee, even if your account has insufficient funds.

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

- We will charge you **\$35** each time we pay an overdraft
- This fee is waived for items less than or equal to \$20 or if your available balance at the end of the business day is overdrawn \$20 or less
- Consumers could receive up to a limit of four \$35 fees per account and non-consumers could receive up to a limit of six \$35 fees per account in a business day
- There is no limit on the total fees we can charge you for overdrawing your account over time

Additional information regarding our standard overdraft practices can be found in our *Peoples Bank Overdraft Management Service* document.

What if I want Peoples 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, visit www.peoplesbank-wa.com/optin, call (800) 584-8859, or complete the section below and return it to your local branch or mail to: Peoples Bank | PO Box 32210 | Bellingham, WA 98228.

- I want Peoples Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.
- I do not want Peoples Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions.

Printed Name: _____

Account Number: _____

Date: _____

The logo for Peoples Bank, featuring the words "Peoples Bank" in a large, green, serif font.

Your account Opt-In decision will be made effective within three business days of being received by the Bank.