

## 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. At Gate City Bank, we refer to Non-Sufficient Funds (NSF) as transactions that are declined or returned. We offer the ability to pay for these NSF transactions and cover them in two different ways:

1. We have standard overdraft and NSF practices that come with your account.
2. We also offer overdraft protection plans, such as a link to a savings account (Savings Link), Checking Reserve Line of Credit, and Classic Overdraft Line of Credit, which may be less expensive than our standard overdraft practices. To learn more, simply give us a call at 800-423-3344 or contact us at <https://www.gatecity.bank/>.

This notice explains our standard overdraft and NSF practices.

### What are the standard overdraft and NSF 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 NSFs 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 NSF, your transaction will be declined or returned.

### What fees will I be charged if Gate City Bank pays my overdraft transaction?

Under our standard overdraft practices:

- We will charge you a fee of **\$32** each time we pay an overdraft.
- Please know that after the fifth consecutive day the amount of your ledger balance is negative, you will be charged an **\$8** negative balance fee each consecutive day the amount of your ledger balance remains negative.
- There is no limit on the total fees we can charge you for overdrawing your account.

### What if I want Gate City Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions?

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions, please:

- Contact us at 800-423-3344
- Contact us at <https://www.gatecity.bank/>
- Online Application, complete the appropriate selection

