



Member FDIC  
"Bank"

## What you need to know about IBC Overdraft Courtesy and Overdraft Fees

An **Overdraft** occurs when you do NOT have a sufficient available funds in your checking account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:

- You are automatically enrolled in **Overdraft Courtesy** for all transactions other than ATM or everyday (non-recurring) debit card transactions. See the *Deposit Account Agreement* for additional details regarding the Overdraft Courtesy on your account. You may also ask to enroll in Overdraft Courtesy for ATM and everyday (non-recurring) debit card transactions (see question #3 below).
- We also offer **Overdraft Transfer Protection**, which is a less expensive way to cover inadvertent or occasional overdrafts. Overdraft Transfer Protection can link a secondary account to the customer's checking account, and if items post against insufficient funds on the checking account, the necessary funds are automatically transferred from the secondary account (if such funds are available) for \$12.00 per daily transfer. If the secondary account is a savings account, however, federal regulation limits the automatic transfers to six per month.

### This notice explains IBC's Overdraft Courtesy.

#### 1) What is Overdraft Courtesy which comes with my account?

Once your account has been opened a minimum of thirty days and is in good standing, we **may** authorize and pay overdrafts on the following types of transactions, at our discretion:

- Checks and other transactions made using your checking account, such as ACH payments
- Automatic bill payments

As required by federal regulation, we **will 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 ATM or debit transaction may be declined.

The *Deposit Account Agreement* and the *Schedule of Fees and Charges* are incorporated herein and contain additional information regarding overdrafts and the Overdraft Courtesy Program.

#### 2) What fees will I be charged if IBC Bank pays my overdraft?

Under Overdraft Courtesy:

- We will charge you an overdraft fee of \$35.00 each time we pay an overdraft.
- Your account may be assessed multiple overdraft fees up to a maximum of eight (8) overdraft fees per day.
- You will not be charged an overdraft fee if the Available Balance is overdrawn by \$3.00 or less after the processing of transactions at the end of each day.
- Fees are subject to change and you will receive advance notice of any fee increase in accordance with state and federal law.
- For accounts that have opted-in to overdraft coverage for ATM and everyday (non-recurring) debit card transactions, overdraft balances, including unpaid fees, will be assessed an overdraft interest charge at the rate of **17.75% per annum** from the date of the overdraft until the date of receipt by Bank of repayment of such overdraft.

#### 3) What if I want IBC Bank/Commerce Bank to authorize and pay overdrafts on my ATM and everyday (non-recurring) debit card transactions (Opt-In)?

If you also want IBC Bank/Commerce Bank to authorize and pay overdrafts on ATM and everyday (non-recurring) debit card transactions, visit [www.abc.com](http://www.abc.com), call IBC Voice, or complete the form below and present it to any bank representative, or mail it to:

Quality Control Manager  
P.O. Box 1359  
Laredo, TX 78041

I acknowledge that I understand the terms of Overdraft Transfer Protection and Overdraft Courtesy, including the fees associated with paying my overdrafts. I understand that I have the right to choose whether or not I want IBC Bank to authorize and pay overdrafts on my ATM and everyday (non-recurring) debit card transactions

I do not want IBC Bank/Commerce Bank to authorize and pay overdrafts on my ATM and everyday (non-recurring) debit card transactions.

I want IBC Bank/Commerce Bank to authorize and pay overdrafts on my ATM and everyday (non-recurring) debit card transactions.

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

Account Owner (print name): \_\_\_\_\_

Signature: \_\_\_\_\_

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