Discretionary Overdraft Privilege Disclosure

Overdraft Privilege: An overdraft occurs when you do not have sufficient funds in your account to cover a transaction. Overdraft Privilege is a discretionary service provided by Macatawa Bank ("Bank") to your checking account to cover inadvertent overdrafts.

With standard coverage for Overdraft Privilege, the Bank will have the discretion to pay inadvertent overdrafts created by checks, authorized payments and in-person withdrawals of cash for both consumer (non-business) and business accounts, and ATM withdrawals and everyday debit transactions for business accounts.

For our consumers, extended coverage for Overdraft Privilege is available to cover ATM withdrawals and everyday debit card transactions only if you instruct us to do so. The Bank will generally not pay overdrafts for ATM or everyday debit card transactions unless you authorize the Bank by completing a consent form to opt in to the payment of these overdrafts as required by section 1005.17(b) of Regulation E. Customers may opt in to authorize the Bank to also pay overdrafts for ATM withdrawals and everyday debit card transactions at account opening, by calling our Customer Service Center at 1-877-820-2265 or by visiting one of our convenient branch locations.

The Bank will have the discretion to pay overdrafts within the Overdraft Privilege limits if you maintain your account in good standing, which includes at least bringing your account to a positive balance within every thirty (30) day period for a minimum of one (1) business day and not posing undue risk of loss to the Bank.

Payment of overdrafts by the Bank is subject to your Overdraft Privilege limit. An initial Overdraft Privilege limit of $100 will be granted at account opening to eligible consumers and businesses and may be increased to a maximum amount of $500 after a 30 day period. Consumer checking accounts classified as a fiduciary or minor (where all primary account holders are less than 18 years old) are not eligible for Overdraft Privilege. The Overdraft Privilege limit may be reduced to $100 or revoked if you do not maintain your account in good standing. Any and all fees and charges, including non-sufficient funds fees, will be included as part of the maximum amount. It may be possible that your account will become overdrawn in excess of the Overdraft Privilege amount as a result of the assessment of a fee.

Macatawa Bank, in its sole and absolute discretion, reserves the right to suspend, reduce or remove Overdraft Privilege at any time and without prior notice if the account is not maintained in good standing; typically when an account has incurred excessive overdraft occurrences or when an account poses undue risk of loss to the Bank. Overdraft Privilege is not a line of credit. Payment of overdrafts by the Bank is a discretionary courtesy and not a right of the customer or an obligation of the Bank. The Bank is not obligated to pay any item presented for payment if your account does not contain sufficient available funds. Any discretionary payment by the Bank of an overdraft check (or item, such as an ATM withdrawal) does not obligate the Bank to pay any other overdraft check (or item), or to provide prior notice of its decision to refuse to pay such check (or item).

The total of the discretionary Overdraft Privilege (negative) balance, which includes any and all fees and charges, including all non-sufficient funds fees, is due and payable upon demand, and the Depositor and each Authorized Signatory will continue to be liable, jointly and severally, for all such amounts, as described in the Deposit Account Agreement. The Bank will charge a non-sufficient funds (NSF) fee of $32 each time we pay an overdraft created by a check, ACH, ATM, in-person withdrawal, debit card transaction or by other electronic means to your account. The Bank will also charge a returned item fee of $32 for a check or ACH transaction that is returned due to non-sufficient funds in your account. For consumer accounts, there is a maximum of five (5) non-sufficient funds charges per account per day. Please refer to your Macatawa Bank Schedule of Service Charges and Fees for additional information about fees.

Both consumer and business customers may discontinue the Overdraft Privilege service at any time either in person at any of our branches or by calling our Customer Service Center at 1.877.820.2265.

Account Agreement: Your Terms & Conditions and Truth in Savings Disclosure provided to you at the time you opened your account describes the duties, obligations, and rights of depositors, authorized signatories, and the Bank with regard to your deposit account. The Terms & Conditions and all amendments thereto shall control any possible conflict, if any, between any provision of this discretionary Overdraft Privilege Disclosure, the Deposit Account Signature Card, and Truth in Savings Disclosure, of which copies are available to you upon request.

Financial Education: The Bank believes that financial literacy and education helps consumers make informed decisions. Please contact your Macatawa Bank representative to learn more about ways to keep you informed about the balance and transactions in your account, how to responsibly manage your funds, and how to protect yourself from overdrafts.