



**Overdraft Coverage Authorization**

Depositor's Name(s) \_\_\_\_\_ SS#: \_\_\_\_\_ Account: \_\_\_\_\_

The depositor(s) whose signature(s) appear below authorize Merchants Bank as follows:

**To protect one account with up to two funding accounts:**

To transfer first from account # \_\_\_\_\_ **and/or** second from account # \_\_\_\_\_ to checking account # \_\_\_\_\_ an amount equal to the amount necessary to bring the available checking balance to \$0.00 should an overdraft occur. If the balance in the funding account is not sufficient to cover the overdraft amount, all remaining money in the funding account will be transferred. The remaining overdraft may result in overdraft charges and/or checks returned.

**To protect up to three accounts with one funding account:**

To transfer from account # \_\_\_\_\_ to cover **first** account # \_\_\_\_\_, then to cover **second** account # \_\_\_\_\_, and then to cover **third** account # \_\_\_\_\_ an amount equal to the amount necessary to bring the available checking balances to \$0.00 should an overdraft occur. If the balance in the funding account is not sufficient to cover the overdraft amount, all remaining money in the funding account will be transferred. The remaining overdraft (in either account) may result in overdraft charges and/or checks returned.

To deduct from the checking account \$ 5.00; this is a service fee for each transfer of funds. Fees are subject to change with notice. No transfer fees are assessed when a Home Equity or Personal line of credit account is used to cover an overdraft.

The undersigned agrees to be bound by the Bank's current rules and regulations regarding checking, savings, and home equity or personal line of credit accounts and any subsequent amendments thereto. Especially, the undersigned understands and agrees that the bank reserves the right to require written notice of any intended withdrawal from a savings account. Such notice is to be given not less than 14 days before the withdrawal is made. The undersigned also agrees to give 30 days written notice, in the event he/she desires to withdraw this authorization. Personal or Home Equity Lines of Credit can provide overdraft protection to personal accounts only.

In the event the Bank desires to cancel or amend this authorization such action shall have immediate effect and written notice will be sent to the last address known to the Bank.

If applicable, by signing below the Account Holder acknowledges this Automatic Transfer Authorization is made a part of the above referenced Personal or Home Equity Line of Credit or Homeline Adjustable Rate Note (the "Credit Agreement"), together with all renewals of, extensions of, modifications of, refinancings of, consolidations of, and substitutions for the Credit Agreement. Lender amends the Minimum Advance Amount requirement of the Credit Agreement relative to overdraft coverage as follows:

The minimum amount of any credit advance that can be made will be limited to the amount required to cover your overdraft balances up to the available credit limit on your Credit Agreement. All other advances are subject to the original terms of your Credit Agreement.

Depositor/Borrower \_\_\_\_\_ Depositor/Borrower \_\_\_\_\_

**I hereby authorize Merchants Bank to cancel the above agreement.**

The undersigned hereby cancels this Automatic Transfer Agreement for overdraft coverage.

Depositor/Borrower: \_\_\_\_\_ Date: \_\_\_\_\_

Branch # \_\_\_\_\_ Employee name: \_\_\_\_\_ Date: \_\_\_\_\_