

What You Need to Know about Overdrafts and Overdraft Fees

You may have heard about some new changes the Federal Reserve has implemented, that are effective beginning August 15, 2010 regarding overdrafts. For Northrim Bank customers, this will only affect personal debit card transactions completed at the time of purchase. These new changes do not apply to checks or the payment of electronic withdrawals from checking accounts. These changes apply only to personal checking accounts and not business accounts.

We would like to give you the information you need so you can decide whether to continue to utilize overdraft services for personal debit card transactions completed at the time of purchase and enjoy the convenience we provide.

An overdraft occurs when you do not have enough money in your account to cover a transaction and the transaction is paid. We can cover your overdrafts in two different ways:

1. We have standard overdraft practices that come with your account.
2. We also offer overdraft protection plans, such as a link to a savings account, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

What are the standard overdraft practices that come with my account?

We pay overdrafts at our discretion, which means we do not guarantee that we will pay any type of transaction. Currently, we may pay overdrafts for the following types of transactions:

- Checks and electronic withdrawals made using your checking account number
- Automatic bill payments from your checking account

With the new changes we may also pay overdrafts for debit card transactions completed at the time of purchase if you authorize us to do so. If you do not authorize us to pay debit card transactions that exceed your available balance, your transaction will be declined and we will not charge a fee.

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

Under our standard overdraft practices, we will charge you a fee of \$20 each time we pay an overdraft, which is one of the lowest overdraft fees charged by any financial institution in Alaska. No limit is placed on the number of fees you can be charged for payment of overdrafts on your account.

What if I want Northrim Bank to pay overdrafts on my debit card transactions?

If you want us to authorize and pay overdrafts on your debit card transactions, simply complete the attached form and return in the pre-paid addressed envelope. If you have any questions about this service, please call our Customer Service Center at 562-0062 in Anchorage, 376-0357 in the Mat-Su Valley, 455-1111 in Fairbanks or toll-free at 800-478-2265. You may also contact us at Northrim.com or by coming in to any Northrim Bank branch. For your reference, our mailing address is below:

Northrim Bank
Item Processing Department
P.O. Box 241489
Anchorage, AK 99524-1489

If we do not receive a response from you, starting August 15, 2010, your debit card transactions will be declined if funds are not immediately available.



P.O. Box 241489 | Anchorage, AK 99524
Anchorage: 562.0062 | Mat-Su Valley: 376.0357 | Fairbanks: 455.1111
Toll-free: 800.478.2265 | www.northrim.com

Northrim Bank Customer Overdraft Authorization Form

YES, I want to authorize Northrim Bank to pay overdrafts on my debit card transactions. I understand I may revoke authorization for payment of overdrafts on debit card transactions completed at the time of purchase at any time.

Northrim pays overdrafts at the bank's discretion, which means we do not guarantee that we will always pay any type of transaction.

If you have more than one personal checking account, please indicate which account(s) are authorized for overdraft protection.

Account Owner: _____

Account Number(s): _____

Signature: _____

Date: _____