ELECTRONIC FUND TRANSFERS
YOUR RIGHTS AND RESPONSIBILITIES

The Electronic Fund Transfers we are capable of handling for consumers are indicated below, some of which may not apply to your account. Some of these may not be available at all terminals. Please read this disclosure carefully because it tells you your rights and obligations for these transactions. You should keep this notice for future reference.

TYPES OF TRANSFERS, FREQUENCY AND DOLLAR LIMITATIONS

□ (a) Prearranged Transfers.
  □ Preauthorized credits. You may make arrangements for certain direct deposits to be accepted into your □ checking and/or □ savings account(s).
  □ Preauthorized payments. You may make arrangements to pay certain recurring bills from your □ checking and/or □ savings account(s).

□ (b) Telephone Transfers. You may access your account(s) by telephone at 810-629-0871 or 1-800-PAYMATE using a touch tone phone, your account numbers, and ATM or Debit Card and PIN to:
  □ Transfer funds from checking to savings
  □ Transfer funds from savings to checking
  □ Transfer funds from
    to
  □ Transfer funds from
    to
  □ Make payments from checking to loan accounts with us
  □ Make payments from
    to
  □ Make payments from
    to
  □ Get checking account(s) information
  □ Get savings account(s) information

□ (c) ATM Transfers. You may access your account(s) by ATM using your ATM or Debit Card and personal identification number to:
  □ Make deposits to checking accounts
  □ Make deposits to savings accounts
  □ Get cash withdrawals from checking accounts you may withdraw no more than ________ per ________
  □ Get cash withdrawals from savings accounts you may withdraw no more than ________ per ________
  □ Transfer funds from savings to checking
  □ Transfer funds from checking to savings
  □ Transfer funds from
    to
  □ Make payments from checking account
    to
  □ Make payments from
    to

□ (d) Point-Of-Sale Transactions.
Using your card:
  □ You may access your □ checking account
    □ savings account(s) to purchase goods
      (X in person, ☑ by phone, ☑ by computer), pay for services (☑ in person, ☑ by phone, ☑ by computer), get cash from a merchant, if the merchant permits, or from a participating financial institution, and do anything that a participating merchant will accept.
  □ You must not exceed the maximum amount of ________ in transactions per day.

□ (e) Computer Transfers. You may access your account(s) by computer by

Access code and Password

and using your

□ Transfer funds from checking to savings
□ Transfer funds from savings to checking
□ Transfer funds from
    to
□ Transfer funds from
    to
 □ Make payments from checking to loan accounts with us
 □ Make payments from
    to
□ Make payments from
    to
□ Get checking account(s) information
□ Get savings account(s) information

□ (f) Mobile Banking Transfers. You may access your account(s) by web-enabled cell phone by Application, mobile browser and text

and using your Access code and Password


Transfer funds from checking to savings
Transfer funds from savings to checking
Transfer funds from _______________ to
Transfer funds from _______________ to
Make payments from checking to loan accounts with us
Make payments from _______________ to
Make payments from _______________ to
Get checking account(s) information
Get savings account(s) information
Make pre established Bill Payments from checking

You may be charged access fees by your cell phone provider based on your individual plan. Web access is needed to use this service. Check with your cell phone provider for details on specific fees and charges.

Electronic Fund Transfers Initiated By Third Parties. You may authorize a third party to initiate electronic fund transfers between your account and the third party’s account. These transfers to make or receive payment may be one-time occurrences or may recur as directed by you. These transfers may use the Automated Clearing House (ACH) or other payments network. Your authorization to the third party to make these transfers can occur in a number of ways. For example, your authorization to convert a check to an electronic fund transfer or to electronically pay a returned check charge can occur when a merchant provides you with notice and you go forward with the transaction (typically, at the point of purchase, a merchant will post a sign and print the notice on a receipt). In all cases, these third party transfers will require you to provide the third party with your account number and financial institution information. This information can be found on your check as well as on a deposit or withdrawal slip. Thus, you should only provide your financial institution and account information (whether over the phone, the Internet, or via some other method) to trusted third parties whom you have authorized to initiate these electronic fund transfers. Examples of these transfers include, but are not limited to:

Electronic check conversion. You may authorize a merchant or other payee to make a one-time electronic payment from your checking account using information from your check to pay for purchases or pay bills. You may:
- Not exceed more than _______________ payments by electronic check per _______________.
- Make payments by electronic check from _______________. Payments are limited to _______________ per _______________.

Electronic returned check charge. You may authorize a merchant or other payee to initiate an electronic fund transfer to collect a charge in the event a check is returned for insufficient funds. You may:
- Make no more than _______________ payments per _______________ for electronic payment of charges for checks returned for insufficient funds.
- Make electronic payment of charges for checks returned for insufficient funds from _______________ per _______________.

GENERAL LIMITATIONS
In addition to those limitations on transfers elsewhere described, if any, the following limitations apply:

(a) Frequency Of Transfers
- Transfers or withdrawals from a _______________ account to another account of yours or to a third party by means of a preauthorized or automatic transfer or telephone order or instruction, computer transfer, or by check, draft, debit card or similar order to a third party, are limited to _______________ per _______________.

If you exceed the transfer limitations set forth above, your account shall be subject to closure.

(b) Minimum Account Balance
- You must maintain a minimum account balance of _______________ in your _______________.

Electronic Fund Transfers Disclosure-MF
Bankers Systems TM VMP®
Wolters Kluwer Financial Services ©2014
as a condition of using an access device (card and/or identification code) to accomplish a transfer.

☐ We do not require you to maintain a minimum balance in any account as a condition of using an access device (card or code) to accomplish a transfer.

(c) Optional Cash Limitation

☐ You have the option to limit the amount of cash that can be withdrawn by your ______________ card and/or code to $50 per day or some other amount acceptable to us.

(d) Additional Limitations

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☐

☐

FEES

☒ We charge $2.00 __________ each debit ______________ to our customers whose accounts are set up to use foreign ATM’s.

☐ We charge __________ each ______________ but only if the ______________ balance in the ______________ falls below ______________ during the ______________.

☒ $5.00 charge for replacement of ATM or debit card

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☐

PREAUTHORIZED PAYMENTS

(a) Right to stop payment and procedure for doing so. If you have told us in advance to make regular payments out of your account, you can stop any of these payments. Here’s how:

Call or write us at the telephone number or address listed in this disclosure, in time for us to receive your request 3 business days or more before the payment is scheduled to be made. If you call, we may also require you to put your request in writing and get it to us within 14 days after you call.

☒ We charge $33.00 __________ for each stop payment.

(b) Notice of varying amounts. If these regular payments may vary in amount, the person you are going to pay will tell you, 10 days before each payment, when it will be made and how much it will be. (You may choose instead to get this notice only when the payment would differ by more than a certain amount from the previous payment, or when the amount would fall outside certain limits that you set.)

(c) Liability for failure to stop payment of preauthorized transfer. If you order us to stop one of these payments 3 business days or more before the transfer is scheduled, and we do not do so, we will be liable for your losses or damages.

FINANCIAL INSTITUTION’S LIABILITY

(a) Liability for failure to make transfers. If we do not complete a transfer to or from your account on time or in the correct amount according to our agreement with you, we will be liable for your losses or damages. However, there are some exceptions. We will not be liable, for instance:

◆ If, through no fault of ours, you do not have enough money in your account to make the transfer.

◆ If the transfer would go over the credit limit on your overdraft line.

◆ If the automated teller machine where you are making the transfer does not have enough cash.

◆ If the terminal or system was not working properly and you knew about the breakdown when you started the transfer.

◆ If circumstances beyond our control (such as fire or flood) prevent the transfer, despite reasonable precautions that we have taken.

◆ There may be other exceptions stated in our agreement with you.

CONFIDENTIALITY

We will disclose information to third parties about your account or the transfers you make:

(1) where it is necessary for completing transfers; or

(2) in order to verify the existence and condition of your account for a third party, such as a credit bureau or merchant; or
UNAUTHORIZED TRANSFERS

(a) Consumer Liability.

Generally, Tell us at once if you believe your card and/or code has been lost or stolen, or if you believe that an electronic fund transfer has been made without your permission using information from your check. Telephoning is the best way of keeping your possible losses down. You could lose all the money in your account (plus your maximum overdraft line of credit). If you tell us within 2 business days after you learn of the loss or theft of your card and/or code, you can lose no more than $50 if someone used your card and/or code without your permission. Also, if you do NOT tell us within 2 business days after you learn of the loss or theft of your card and/or code, we can prove we could have stopped someone from using your card and/or code without your permission if you had told us, you could lose as much as $500. Also, if your statement shows transfers that you did not make, including those made by card, code or other means, tell us at once. If you do not tell us within 60 days after the statement was mailed to you, you may not get back any money you lost after the 60 days if we can prove that we could have stopped someone from taking the money if you had told us in time.

If a good reason (such as a long trip or a hospital stay) kept you from telling us, we will extend the time period.

Visa® Debit Card

Additional Limits on Liability for Visa check card

Unless you have been grossly negligent or have engaged in fraud, you will not be liable for any unauthorized transactions using your lost or stolen Visa card. This additional limit on liability does not apply to ATM transactions outside of the U.S., to ATM transactions not sent over Visa or Plus networks, or to transactions using your Personal Identification Number which are not processed by Visa. Visa is a registered trademark of Visa International Service Association.

MasterCard® Debit Card

Additional Limits on Liability for MasterCard

You will not be liable for any unauthorized transactions using your MasterCard debit card if: (i) you can demonstrate that you have exercised reasonable care in safeguarding your card from the risk of loss or theft, and (ii) upon becoming aware of a loss or theft, you promptly report the loss or theft to us. MasterCard is a registered trademark of MasterCard Incorporated.

(b) Contact in event of unauthorized transfer. If you believe your card and/or code has been lost or stolen, call or write us at the telephone number or address listed at the end of this disclosure. You should also call the number or write to the address listed at the end of this disclosure if you believe a transfer has been made using the information from your check without your permission.

REGULATORY AUTHORITY

If you believe that any provision of the Michigan Electronic Funds Transfer Act has been violated you should notify:
The State Regulator at the State of Michigan
Department of Consumer & Industry Services
Officer of Financial & Insurance Services Division of Financial Institutions
PO Box 30224 Lansing MI 48909 or the
Federal Regulator at FDIC 500 W Monroe Chicago IL 60661

ERROR RESOLUTION NOTICE

In Case of Errors or Questions About Your Electronic Transfers, Call or Write us at the telephone number or address listed below, as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer listed on the statement or receipt. We must hear from you no later than 60 days after we sent the FIRST statement on which the problem or error appeared.

1. Tell us your name and account number (if any).
2. Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
3. Tell us the dollar amount of the suspected error.

If you tell us orally, we may require that you send us your complaint or question in writing within 10 business days.

We will determine whether an error occurred within 10 business days (5 business days if involving a Visa® point-of-sale transaction processed by Visa or 20 business days if the transfer involved a new account) after we hear from you and will correct any error promptly. If we need more time, however, we may take up to 45 days (90 days if the transfer involved a new account, a point-of-sale transaction, or a foreign-initiated transfer) to investigate your complaint or question. If we decide to do this, we will credit your account within 10 business days (5 business days if involving a Visa point-of-sale transaction processed by Visa or 20 business days if the transfer involved a new account) for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation. If we ask you to put your complaint or question in writing and we do not receive it within 10 business days, we may not credit your account. An account is considered a new account for 30 days after the first deposit is made, if you are a new customer.

We will tell you the results within three business days after completing our investigation. If we decide that there was no error, we will send you a written explanation.

You may ask for copies of the documents that we used in our investigation.
By signing below customer acknowledges receipt of pages 1, 2, 3, 4 and 5 of this notice:

Signed

Dated

INSTITUTION (name, address, telephone number, business days)

THE STATE BANK

175 N LEROY ST PO BOX 725
FENTON MI 48430-0725
Business days are Monday - Friday
Not including Federal Holidays

ADDITIONAL INFORMATION:

Important Information Regarding Your Visa Branded Debit Card

Non-Visa Debit Transaction Processing

We have enabled non-Visa debit transaction processing. This means you may use your Visa-branded debit card on a PIN-Debit Network* (a non-Visa network) without using a PIN.

The non-Visa debit network(s) for which such transactions are enabled are: NYCE and PLUS Networks.

Examples of the types of actions that you may be required to make to initiate a Visa transaction on your Visa-branded debit card include signing a receipt, providing a card number over the phone or via the internet, or swiping the card through a point of sale terminal.

Examples of the types of actions you may be required to make to initiate a transaction on a PIN-Debit Network include initiating a payment directly with the biller (possibly via telephone, internet or kiosk locations), responding to a logo displayed at a payment site and choosing to direct payment through that network, and having your identity verified using known information derived from an existing relationship with you instead of through use of a PIN.

The provisions of your agreement with us relating only to Visa transactions are not applicable to non-Visa transactions. For example, the additional limits on liability (sometimes referred to as Visa’s zero-liability program) and the streamlined error resolution procedures offered on Visa debit card transactions are not applicable to transactions on a PIN-Debit Network.

*Visa Rules generally define PIN-Debit Network as a non-Visa debit network that typically authenticates transactions by use of a personal identification number (PIN) but that is not generally known for having a card program.