



## FIRST NORTHERN BANK

### Change in Terms Notice for Overdraft-Related Services

### IMPORTANT ACTION ITEM

Current Product Name: Columbia Bank Overdraft Coverage Program  
New Product Name: First Northern Bank Overdraft Program Service  
Effective Date: January 23, 2023

Dear Overdraft Program Customer:

**As of the effective date listed above (“Effective Date”), the account referenced above (“Account”) will be converted from Overdraft Coverage Program (“Current Product”) to Overdraft Program Service (“New Product”). The Current Product was offered by Columbia Bank. The New Product is a similar product offered by First Northern Bank (FNB). This means that as of the Effective Date, the terms and conditions for the Current Product will no longer apply to your Account. Instead, as of the Effective Date, the terms and conditions for the New Product will apply to your Account.**

Also enclosed are the following documents, each of which contains important information on FNB’s overdraft services and applies to the New Product:

(1) A form entitled **"What You Need to Know about Overdrafts and Overdraft Fees."** Please review this form carefully. If you wish to opt in to FNB’s overdraft coverage for your ATM and one-time debt transactions (such as purchases you make with your debit card at a retailer), please complete this form and return it to us by January 15, 2023. If we do not receive your opt-in for this service by January 15, 2023, we will assume you do not wish to have overdraft coverage for your ATM and one-time debt transactions, and effective January 23, 2023 these transactions will be declined rather than paid into overdraft should you have insufficient funds in your account.

(2) Documents entitled: (i) “Overdraft Program (ODP) Service Policy”; and (ii) “Understanding and Avoiding Overdraft (OD) Fees and Nonsufficient Funds Returned Item (NSF) Fees.” Please review these documents carefully. These documents contain important information regarding FNB’s overdraft practices.

**We wish to remind you that you can opt out of overdraft services at any time.** To opt out, or if you have any questions, please contact FNB’s Client Solutions Center at 1-877-362-6000 or visit one of our branches.

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**Important Changes to Your Account Terms.** The following is a summary of overdraft services-related changes that are being made to your account terms. These changes will occur on the Effective Date. For more detailed information, please refer to the other documents listed above that are enclosed with this letter.

**SEE NEXT PAGE**

	Current Product (Offered by Columbia Bank)	New Product (Offered by First Northern Bank of Dixon)
Overdraft (OD) Fee	\$35 (Overdraft Fee)	\$32 (Overdraft Fee)
Non-Sufficient Funds (NSF) Returned Item Fee	\$35 (Returned Item Fee)	\$32 (NSF Returned Item Fee)
Continuous Overdraft Charge	\$5, charged on the fifth business day after Account is overdrawn by more than \$10	None
Overdraft Coverage Limit <sup>1</sup>	A dynamic limit is used, meaning the overdraft limit on your Account can vary based on factors established by Columbia Bank.	A static limit is used. Your overdraft limit is typically determined at account establishment and rarely changes. For consumer {personal) and sole proprietorship accounts – Discretionary overdraft coverage is available up to \$300. <sup>2</sup>  For commercial (business) accounts (other than for sole proprietorships) - Discretionary overdraft coverage is available up to \$1,500. <sup>2</sup>

There may be additional changes to the terms and conditions that are applicable to your Account such as daily overdraft and NSF item caps and de minimis amounts for account balances and individual items. For more information, please contact FNB’s Client Solutions Center at 1-877-362-6000 or visit one of our branches.

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<sup>1</sup> Static overdraft limits, such as the one that FNB will use for the New Product, are typically determined at account opening and seldom change. In contrast, dynamic overdraft limits, which Columbia Bank used for the Current Product, vary for each customer and may change periodically as a customer’s usage or relationship with the institution changes. **FNB’s payment of overdrafts on your Account is discretionary, meaning the Bank can change its practice of paying, or not paying overdrafts on your Account without notice to you. FNB is not obligated to pay any transaction presented for payment if your account does not contain sufficient funds, even if you are enrolled in overdraft services. In other words, FNB may refuse to pay an overdraft transaction at any time even though the Bank may have previously paid overdrafts on your Account.**

<sup>2</sup> FNB’s Overdraft Coverage Limit on the New Product may be lower than the Columbia Bank Overdraft Coverage Limit on the Current Product. Please be aware that under the terms of the New Product, fees, such as Overdraft Fees, and NSF Returned Item Fees, count against the Overdraft Coverage Limit on your Account. For example, in the event FNB pays a transaction into overdraft, the Overdraft Fee, as well as the amount of the overdraft transaction, will be subtracted from your Overdraft Coverage Limit. If you reach or exceed your Overdraft Coverage Limit, this may result in transactions being declined or returned unpaid to merchants/third parties due to insufficient funds, and FNB may assess the **\$32 NSF Returned Item Fee** each time we return a transaction for insufficient funds. Please be aware that an item or payment may be presented multiple times and that we do not monitor or control the number of times a transaction is presented for payment. For more information, refer to the enclosed documents entitled: (i) “Overdraft Program (ODP) Service Policy”; and (ii) “Understanding and Avoiding Overdraft (OD) Fees and Nonsufficient Funds Returned Item (NSF) Fees.”