

NCUA 6305A (05/20)

Notice of Meeting of the Members of Mohawk Progressive Federal Credit Union

The Board of Directors of **Mohawk Progressive Federal Credit Union** have called a special meeting of the members of this credit union at 1760 State Street, Schenectady, NY on 03/18/24, at 4:00 PM. The purpose of this meeting is:

1. To consider and act upon a plan and proposal for merging **Mohawk Progressive Federal Credit Union** with and into First New York Federal Credit Union (hereinafter referred to as the "Continuing Credit Union"), whereby all assets and liabilities of the

Mohawk Progressive Federal Credit Union will be merged with and into the Continuing Credit Union. All members of **Mohawk Progressive Federal Credit Union** will become members of the Continuing Credit Union and will be entitled to and will receive shares in the Continuing Credit Union for the shares they own in **Mohawk Progressive Federal Credit Union** on the effective date of the merger.

2. To ratify, confirm and approve the action of the Board of Directors in authorizing the officers of **Mohawk Progressive Federal Credit Union**, subject to the approval of members, to do all things and to execute all agreements, documents, and other papers necessary to carry out the proposed merger.

The Board of Directors of **Mohawk Progressive Federal Credit Union** encourages you to attend the meeting and vote on the proposed merger. Whether or not you expect to attend the meeting, we urge you to sign, date and promptly return the enclosed ballot to vote on the proposed merger.

If you wish to submit comments about the merger to share with other members, you may submit them to the National Credit Union Administration (NCUA) at <https://www.ncua.gov/support-services/credit-union-resources-expansion/resources/comments-proposed-credit-union-mergers>

or mail to:

NCUA - Office of Credit Union Resources and Expansion

1775 Duke Street Alexandria, VA 22314

RE: Member-to-Member Communication for **Mohawk Progressive Federal Credit Union**

The NCUA will post comments received from members on its website, along with the member's name, subject to the limitations and requirements of its regulations.

Other Information Related to the Proposed Merger:

The Board of Directors has carefully evaluated and analyzed the assets and liabilities of the credit unions and the value of shares in both credit unions. The financial statements of both credit unions, as well as the projected combined financial statement of the continuing credit

NCUA 6305A (05/20)

union, follow as separate documents. In addition, the following information applies to the proposed merger.

The Board of Directors has concluded that the proposed merger is desirable and in the best interests of members because:

- To increase the availability of financial products and services to members such as: digital banking, mobile banking, online loan applications, online membership capabilities, Visa credit cards; Visa debit cards with real-time access 24/7/365, high- rate share certificates of deposit, money market savings accounts including a premium level, youth banking, youth debit cards, investment services through First New York Retirement & Investment services and a variety of secured and unsecured consumer loan products, Member Business Loans, all with competitive marketplace rates.
- To provide additional banking hours: personal contact for members Monday – Friday 8AM to 6 PM; Saturday 9 AM to 1 PM. The members will have access to 8 full service branches, and 9 Interactive Teller Machines (ITM), located throughout the Capital Region, allowing self-service after business hours and full-service during business hours. Business hours include access to member service experts as well as lending experts to assist the members. Members have national access to 5,600 Shared branches with the Co-Op network at no cost to the members.
- To keep pace with technology and regulatory issues, which is a continual issue for credit unions with limited staff and resources.
- The succession plan for the Board of Directors and Credit union management is uncertain due to retirement of Board members and the Manager of Mohawk Progressive.
- After many years of sharing information, the Board members of both credit unions agree that in this fast-paced changing financial industry, Mohawk Progressive Federal Credit Union members and staff would benefit from merging with a well-established, well capitalized credit union.

Net worth: The net worth of a merging credit union at the time of a merger transfers to the continuing credit union. **Mohawk Progressive Federal Credit Union** does not have a higher net worth ratio than **First New York Federal Credit Union**.

Share adjustment or distribution: [Choose option A or B.]

- ☒ **A: Mohawk Progressive Federal Credit Union** will not distribute a portion of its net worth to its members in the merger. The board of directors has determined a share adjustment, or other distribution of **Mohawk Progressive Federal Credit Union's** net worth is unnecessary because there are no special adjustments to consider.
- ☐ **B** will distribute a portion of its net worth to its members in the merger. The board of

NCUA 6305A (05/20)

directors has determined to distribute a portion of **Mohawk Progressive Federal Credit Union's** net worth as

The continuing credit union will service the membership at the existing location of **Mohawk Progressive Federal Credit Union** at:

- 1760 State Street, Schenectady, NY 12304

In addition, the other **First New York Federal Credit Union** full-service locations will be available to members as follows:

Branch Locations:

- 1776 Union Street, Niskayuna, NY 12309
- 795 East Main Street, Cobleskill, NY 12043
- 19 Glenridge Road, Glenville, NY 12302
- 818 Central Avenue, Albany, NY 12206
- 1879 Altamont Avenue, Schenectady, NY 12303
- 424 Maple Avenue, Saratoga Springs, NY 12866
- 1533 Route 9, Halfmoon, NY 12065
- 31 Jordan Road, North Greenbush, NY 12180

Free-Standing 24/7/365 Kiosk Locations:

- First New York HQ, 2 Wall Street, Albany, NY
- 1708 Altamont Avenue, Rotterdam, NY
- Saratoga's Community FCU 444 Geyser Road, Ballston Spa, NY

Changes to services and member benefits: Robust online, mobile services including 24/7/365 access to member accounts, additional full service branch locations, Member services hours are increased and Saturday hours will be available. Online loan applications and approvals, online member account opening will be available.

Merger-related financial arrangements: NCUA Regulations require merging credit unions to disclose certain increases in compensation that any of the merging credit union's officials or the five most highly compensated employees have received or will receive in connection with the merger.

The following individuals have received or will receive such compensation:

Name	Title	Description of increase	Amount
		N/A	

Please note that the proposed merger must have the approval of the majority of members who vote.

NCUA 6305A (05/20)

Enclosed with this Notice of Special Meeting is a Ballot for Merger Proposal. If you cannot attend the meeting, please complete the Ballot and return it to 1760 State Street Schenectady, NY 12304.

To be counted, your Ballot must be received by 3:59 PM on 03/18/24.

BY THE ORDER OF THE BOARD OF DIRECTORS:



Frank DeSarbo
President, Board of Directors

02/01/24

Date

NCUA 6305A (05/20)



Name of Member: _____

Member Number: _____

Your credit union must receive this ballot no later than 3:59 PM on 03/18/2024.

Please mail or bring your completed ballot to:

Mohawk Progressive Federal Credit Union 1760 State St, Schenectady, NY 12304

I have read the Notice of Special Meeting for the members of Mohawk Progressive Federal Credit Union.

The meeting will be held on the above date to consider and act upon the merger proposal described in the notice. I vote on the proposal as follows (check one box):

☐ **Approve** the proposed merger and authorize the Board of Directors to take all necessary action to accomplish the merger.

☐ **Do not approve** the proposed merger.

Member Signature

Date

Member Name (printed)