

NORTHERN FUNDS

TAX FACTS

2019

FOR YOUR MONEY MARKET ACCOUNT



We're pleased to provide the Tax Facts 2019, to help you prepare your income tax returns. This brochure provides important information about your Northern Funds money market account that you'll need to complete your federal and state forms.

Tax Facts is intended as a reference tool for year-end tax preparation. Please do not rely on it as a source for tax advice. For specific tax questions, we encourage you to consult your tax advisor. Or you can contact the Internal Revenue Service (IRS) at 800-829-1040 or visit the IRS website at [irs.gov](https://www.irs.gov).

If you have any questions about the information provided or about your Northern Funds accounts, please contact your Relationship Manager.

As always, we appreciate your confidence in selecting Northern Funds as your investment partner. We hope you find this material useful as you prepare your 2019 tax filings.

Form 1099-DIV provides you with a record of the taxable dividends and distributions earned during 2019 from your Northern Funds accounts.

Total Ordinary Dividends (Box 1a)

Box 1a shows total ordinary dividends, which are fully taxable.

Federal Income Tax Withheld (Box 4)

Box 4 shows federal income tax withheld by the fund if you have not furnished a social security number (SSN) or taxpayer identification number (TIN) and in certain other circumstances. See Form W-9, "Request for Taxpayer Identification Number and Certification," for information about backup withholding.

Exempt-Interest Dividends (Box 11)

Box 11 shows tax-exempt interest, including exempt interest dividends paid to you during the calendar year.

Specified Private Activity Bond Interest (Box 12)

Box 12 shows tax-exempt interest subject to the alternative minimum tax (AMT). This amount is included in box 11. See the instructions for Form 6251, "Alternative Minimum Tax — Individuals," for information about the AMT.

Nominees

If your taxpayer identification number (TIN) is shown on Form 1099-DIV and the form includes amounts belonging to another person, you're considered a nominee recipient. You must file Form 1099-DIV for each of the other owners, showing the income or interest allocable to each, and you must furnish a Form 1099-DIV to each, respectively. A spouse is not required to file a nominee return to show amounts owned by the other spouse.

In some states, mutual fund dividends derived from certain direct U.S. government and agency obligations may be exempt from state income taxes. A portion of the dividend income paid by Northern Funds during 2019 may qualify for this exemption. The table below shows the percentage of dividends (the amount reported in box 1a of Form 1099-DIV) attributable to direct U.S. government and agency obligations for each of the Northern Funds listed during 2019.

MONEY MARKET FUNDS	U.S. Gov't	Federal Farm Credit Bank	Federal Home Loan Bank	Student Loan Marketing Assoc.	Tennessee Valley Authority
U.S. Government Money Market	19.32%	10.91%	22.30%	—	—
U.S. Government Select Money Market	19.19%	15.07%	27.36%	—	—

Legal, Investment and Tax Notice: This information is not intended to be and should not be treated as legal advice, investment advice or tax advice. Readers, including professionals, should under no circumstances rely upon this information as a substitute for their own research or for obtaining specific legal or tax advice from their own counsel.

You could lose money by investing in the Funds. Although each of the Money Market Funds seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. The Funds' sponsor has no legal obligation to provide financial support to the Funds, and you should not expect that the sponsor will provide financial support to the Funds at any time.

An investment in a Fund is not a deposit of any bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation ("FDIC"), any other government agency, or The Northern Trust Company, its affiliates, subsidiaries or any other bank.

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