TREASURER'S REPORT 2021

In 2020 the global economy was heavily impacted by the COVID-19 pandemic, causing immediate changes to the needs and behaviors of consumers, businesses, and financial institutions. With stay-at-home orders affecting the families of our employees and our members, the credit union made necessary adjustments to continue to operate as an essential business. The credit union checked in with their members asking, "How can we help?" and was able to remain focused on the bigger picture of keeping member's financial needs at the forefront.

As a member of the Asset & Liability Committee, also known as ALCO, we have been closely monitoring the financial condition of the credit union. We monitor risk and analyze possible scenarios to be prepared for the future. Additionally, we are regularly reviewing loan and deposit rates. Our goal is to remain fair and competitive and to ensure that the credit union maintains the capital needed to conduct business and sustain through these uncertain times.

While the changes from 2019 to 2020 in key areas are displayed below, here are a couple of highlights of the changes in 2020.

- Assets have grown. This is a shift in spending as the needs and behaviors of our members change. Travel and vacations were limited in 2020. Consumer spending was down as well; we saw sporting events and concerts cancelled as well as movie theaters and restaurants closed. Combining reduced spending along with the stimulus deposits, the growth in member shares has been the driving factor in our asset growth. Total assets have grown 16.15% from 2019. This was substantially more than the 2020 budget and another part of the ALCO review.
- Loan funding continued at a relatively good pace in 2020. Loans fulfill the needs of our membership and serve as a primary source of revenue for the credit union. While loans continue to fund monthly, mortgage loan payoffs increased as members refinanced elsewhere, taking advantage at historical low rates. Members also used their stimulus to pay down debt. As a result, total loans were down 10.68% from 2019.

You will find a table summarizing our financial condition at the end of this report for you to review highlighting key financials for 2020.

Respectfully submitted,

Angie Davis
Treasurer

	2020	2019	$ Change 2019 to 2020	% Change 2019 to 2020
Total Assets	$91,724,280	$78,973,335	$12,750,945	16.15%
Total Shares	$82,516,323	$70,019,731	$12,496,592	17.85%
Loans	$42,213,462	$47,261,325	$(5,047,863)	(10.68%)
Total Reserves (Equity)	$8,740,681	$8,524,620	$214,060	2.5%
Net Income	$214,060	$614,439	$(400,379)	
Net Worth Ratio*	9.53	10.79		

*A ratio above 7% is considered "Well Capitalized".