



ANNUAL REPORT 2019



Serving for Your Success

FINANCIAL SUMMARY & HIGHLIGHTS

BALANCE SHEET

December 31, 2019

December 31, 2018

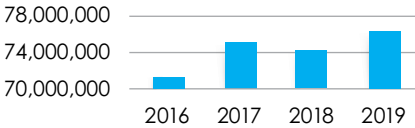
ASSETS:

Loans	55,792,994	51,548,240
Allowance for Loan Losses	(371,664)	(451,050)
Cash & Investments	17,770,752	19,738,530
Fixed Assets	1,980,246	2,089,222
Other Assets	1,416,387	1,234,023
TOTAL ASSETS	76,588,714	74,158,966

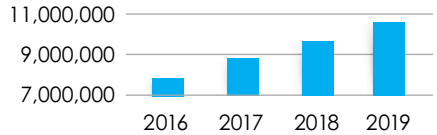
LIABILITIES & CAPITAL:

Deposits	62,979,819	62,743,530
Other Liabilities	2,978,858	1,731,710
Net Worth	10,630,037	9,683,726
TOTAL LIABILITIES & CAPITAL	76,588,714	74,158,966
Net Worth Ratio	13.88%	13.06%

Assets



Net Worth



Loan Mix



Deposit Mix



INCOME STATEMENT

December 31, 2019

December 31, 2018

Total Income	4,229,788	3,852,960
Total Expenses	3,283,478	2,924,484
NET INCOME	946,310	928,476



MESSAGE FROM THE BOARD CHAIR & CEO

Valley Credit Union has been serving people in our community since 1957. We are a not for profit financial cooperative, which means we are owned by our members and focused on their financial success. Like most credit unions, we had a humble beginning with a small group of people pooling their funds together so others could borrow money with fair terms at a good rate. The philosophy of people helping people remains to this day as we have greatly expanded our products and services to accommodate all of your banking needs.

In 2019, Valley increased our loans to members by over 8%. We originated \$27.1 million in loans and would like the opportunity to continue to serve you with your borrowing needs. We are a financially strong credit union with a net worth ratio well above peer averages and regulatory standards. We finished 2019 with \$10,630,000 in net worth which is 13.88% of our assets.

\$300,000 in bonus dividends were paid out to the membership based on your participation with the cooperative. Many of you earned a bonus that was in addition to the great rates and low fees you already benefit from. As a cooperative, when we are financially successful, we share that success with you. The bonus dividends were deposited into a new ownership account which earns 3.25%. Credit card rewards, interest earned on deposits and other rewards earned for using Valley services are current ways you can add to this account.

Looking forward to 2020 and beyond, Valley is committed to meeting the needs of our members in an ever changing digital world. In 2020, we will be upgrading our online and mobile banking to a more robust and user friendly platform.

Thank you for your membership,

Denny Nielsen
Board Chair

Pat Force
President and CEO

2019 Board of Directors

Denny Nielsen, Chair
Rob Kansky, Vice Chair
Marilyn Bacon
Tyler Clark
Lee Espey
Micky Frost
Patrick Vance

2019 Supervisory Committee

Earlene Naylor, Chair
Jeff Scofield
Randy Sutton

Below are some of the organizations in our community that Valley Credit Union has actively supported during the past year: *Salem Health Foundation, Mid Valley Literacy Center, Family Building Blocks, Willamette Humane Society, Boys and Girls Club, Liberty House, Bloodworks Northwest, Garten Services and American Cancer Society.*



SUPERVISORY COMMITTEE

Your Supervisory Committee has hired an independent accounting firm to evaluate the soundness of Valley Credit Union's operations and activities, ensuring that management implements sound internal controls and maintains practices and procedures that adhere to generally accepted accounting principles (GAAP). In doing so, they carry out the following primary responsibilities:

- Protection of members' funds and interests
- Safeguarding of assets
- Compliance with regulations, policies and procedures
- Reliability of financial records

Based on the results of the 2019 annual agreed upon procedures audit performed by certified public accountants Eide Bailly LLP, I'm pleased to share our conclusion that Valley Credit Union has adequate financial controls and is financially sound. A copy of their audit is available to members upon request.

Earlene Naylor
Chair

Loan Products

Auto / RV
Home Equity
Mortgage
Credit Card
Personal
Construction

Account Access Services

Mobile Banking
Online Banking
Bill Pay
Credit / Debit Cards
30,000+ Free ATMs
5,600+ Shared Branches

Deposit Accounts

Checking
Savings
Money Market
Certificate of Deposit
IRAs
Ownership Account

Web / Phone

www.valleycu.org
503.364.7999
800.273.6962

Location

2096 Mission St, SE
Salem, OR 97302

Mail

PO Box 12903
Salem, OR 97309

Federally Insured by the NCUA

