

Financials

STATEMENT OF INCOME	2015	2014
Interest Income		
Loans to Members	6,964,246	7,363,358
Investment and Cash Equivalents	274,311	386,999
Total Interest Income	7,238,557	7,750,357
Interest Expense		
Dividends on Member Shares	598,549	612,003
Interest on Borrowed Funds	0	22,627
Total Interest Expense	598,549	634,630
Net Interest Income	6,640,008	7,115,727
Provision for Loan Loss	(375,421)	1,276,085
Net Interest Income After Prov for Loan Loss	7,015,429	5,839,642
Non-Interest Income	2,526,846	2,249,650
Non-Interest Expense		
Salaries and Benefits	4,503,120	4,356,009
Occupancy, Equipment and Operations	2,623,755	2,558,078
Other Operating Expenses	1,279,301	1,374,338
Loss on Sale of Assets	0	677,580
Total Non-Interest Expense	8,406,176	8,966,005
Net Income	1,136,099	(876,713)

STATEMENT OF FINANCIAL CONDITION	2015	2014
Assets		
Cash and Cash Equivalents	18,388,011	11,337,728
Investments	16,877,032	14,888,457
Loans to Members	141,571,068	138,027,305
Allowance for Loan Loss	(3,257,225)	(4,064,731)
Fixed Assets	4,101,289	4,286,487
Other Assets	11,916,052	13,526,717
Total Assets	189,596,227	178,001,963
Liabilities and Equity		
Member Shares	173,362,012	163,156,752
Borrowed Funds	0	0
Other Liabilities	1,539,887	1,164,199
Total Liabilities	174,901,899	164,320,951
Regular Reserves	4,157,102	4,157,102
Undivided Earnings	10,588,831	9,452,702
Unrealized Gain/Loss on Investments	(51,605)	71,208
Total Equity	14,694,328	13,681,012
Total Liabilities and Equity	189,596,227	178,001,963

Focus
on the
Future

Annual
Report
2015

ST. HELENS
COMMUNITY
CREDIT UNION



Federally insured by NCUA

Message from the Chairman and CEO

Seeing the Future with 20/20 Vision

Seeing into the future isn't impossible. It's just incredibly tricky. But we were able to pull it off in 2015 when the credit union returned to profitability after two years of setting aside dollars to protect against potential loan losses.

That was great news, to be sure. But even better news was net income for the year reaching \$1,136,099, and a net worth of 7.78%, which exceeds the required NCUA benchmark for a well-capitalized credit union.

Yes, seeing the future with 20/20 vision was part of the equation, but equally important were the engagement of our members and their adoption of St. Helens Community products and services. Specifically, in 2015 the credit union helped members achieve their financial hopes and dreams by lending over \$60 million for homes and cars and more. This number has been steadily growing over the last three years, and is a true testament of our members' faith in St. Helens Community and the value we provide.

In addition to those important financial benchmarks, we remained involved in the local community, donating nearly \$30,000 to dozens of local charities and schools. Best of all, we accomplished this with the help of our members.

As we all focus on the future of the credit union, we would like to thank every St. Helens Community employee for another amazing year. Without their efforts, none of this would be possible. In addition, our volunteer board of directors plays a key role in setting the strategic guidelines for the organization. They deserve a special thank you for their generosity of time and commitment to the credit union.

Most importantly, we want to thank our members. Thanks to their belief in the cooperative financial model, our assets have grown to \$189,596,227, further ensuring we will be here for generations to come – always planning ahead toward a brighter, financial future.

Tom Tussing
Chairman, Board of Directors

Brooke Van Vleet
President/CEO

Board of Directors

Tom Tussing, Chairman
David Graham, Vice Chairman
Michael Ismert, Secretary
Richard Louie, Treasurer
Steven Correll
Seth Holmes
Amanda Komp

Supervisory Committee

Scott Bremmer, Chairman
Marty Borrevik
David Graham
Gordy Jarman, Jr.
Darrel Purkerson

Senior Management

Brooke Van Vleet, President/CEO
Robin Balza, Chief Operations Officer
Randy Goshow, Chief Risk & Financial Officer
Steve Jensen, Vice President, Lending & Special Assets
Ryann Weaver, Vice President, Marketing
Ron Winter, Chief Information & Technology Officer

Supervisory Committee Report

Federally chartered credit unions such as St. Helens Community are required to have a Supervisory Committee, made up of credit union members appointed by the Board of Directors. The committee is responsible for ensuring that the board and management: 1) meet financial reporting objectives, and; 2) establish practices and procedures to safeguard member's assets. To achieve these goals the committee meets monthly to determine if management and staff are conducting the affairs of the credit union in such a way as to:

- Establish and maintain effective internal controls.
- Promptly prepare accounting records and financial reports to accurately reflect operations and results.
- Properly administer relevant plans, policies, and control procedures established by the Board of Directors.
- Establish policies and control procedures that safeguard against error, carelessness, self-dealing, and fraud.

In order to carry out these responsibilities, the Supervisory Committee relies on outside auditors that report directly to the committee. We contract with an experienced credit union professional to conduct monthly internal audits ranging from compliance with the Bank Secrecy Act (BSA) to whether loans are being made in accordance with established procedures and lending limitations.

Written, monthly reports are submitted to the committee. No major non-compliance issues were identified in 2015.

The committee also works with an accounting firm to perform a comprehensive annual financial audit. In 2015 the committee chose the firm of Moss Adams from the four firms that submitted proposals. Moss Adams conducted an audit of the Credit Union's financial statements and operations as of June 2015. The audit led to a positive opinion and did not identify any major issues or areas of concern. The audit also determined that the Credit Union's financial statements were "fairly stated."

Based on our work during the past year we are confident that St. Helens Community Federal Credit Union has met its financial objectives and that member assets are being adequately safeguarded.

Scott Bremmer
2015 Supervisory Committee Chairman