

CRESTON & DISTRICT
CREDIT UNION

Communicator

Newsletter Spring 2020

2019 in Review

Postponement of Annual General Meeting Below

Profits Returned to Members

Creston & District Credit Union is reporting another successful year of operations and we are pleased to present the results to our members. The Board of Directors continues to provide our members with a level of return indicative of the past few years. Accordingly, the Board of Directors is pleased to announce the following dividends and patronage for the year ended December 31, 2019:

- 7% equity dividend on Class C equity shares
- 4% patronage refund on loan interest paid
- 4% patronage premium on deposit interest earned
- 10% rebate on service charges paid

All patronage and service charge rebates were paid as cash to members' accounts. The equity share dividend was added to the member's equity share balance. All transactions were processed to member's accounts in February of 2020. In total, \$455,910 of our operating income has been returned to our members.

Annual General Meeting

As a result of COVID-19, the Annual General Meeting of Creston & District Credit Union planned for April 23, 2020 has been postponed. A new date for a meeting with our membership will be determined at a later date and communicated on our website and in the branch.

Director Elections

At the close of this year's Annual General Meeting, the terms for current Directors Carrie Czar and Jim Ryckman will expire. Rick Minichiello, appointed by the Board in 2019 with the resignation of Director Larry Nowak, is seeking election as Director. A call for Director Nominations was mailed to the membership on January 20, 2020.

No additional nominations were received. Accordingly, Carrie Czar, Jim Ryckman and Rick Minichiello will be declared elected by acclamation at our next Annual General Meeting.



**Creston & District Credit Union
Consolidated Statement of Financial Position**

December 31	2019	2018 (as restated - Note 25)	January 1, 2018 (as restated - Note 25)
Assets			
Cash and cash equivalents (Note 6)	\$ 924,915	\$ 5,053,810	\$ 6,932,910
Investments (Note 7)	49,692,748	55,174,498	47,755,933
Income taxes recoverable	44,513	-	-
Receivables and prepaid expenses	84,910	48,572	41,904
Loans (Note 8)	81,490,972	75,006,282	70,686,950
Property, plant and equipment (Note 10)	1,053,860	1,091,832	1,139,098
Investment property (Note 11)	376,569	387,368	348,126
Investment in and advances to associates (Note 12)	10,598,777	10,762,700	10,340,723
Total assets	\$ 144,267,264	\$ 147,525,062	\$ 137,245,644
Liabilities			
Deposits (Note 13)	\$ 121,464,585	\$ 125,715,943	\$ 116,260,383
Payables and other liabilities (Note 14)	878,080	977,970	1,134,272
Income taxes payable	-	72,179	130,562
Deferred income tax (Note 15)	31,000	60,904	56,651
Total liabilities	122,373,665	126,826,996	117,581,868
Members' equity			
Retained earnings	17,658,758	16,436,048	15,541,477
Members' shares (Note 16)	4,234,841	4,262,018	4,122,299
Total members' equity	21,893,599	20,698,066	19,663,776
\$ 144,267,264	\$ 147,525,062	\$ 137,245,644	

Commitments (Note 23)
Post-reporting date events (Note 24)
Correction of prior period error (Note 25)

On behalf of the Board

 Director  Director

**Creston & District Credit Union
Consolidated Statement of Earnings and Comprehensive Income**

Year ended December 31	2019	2018 (as restated - Note 25)
Financial income		
Loans	\$ 2,739,042	\$ 2,473,657
Cash and cash equivalents and investments	1,370,855	1,479,012
	<u>4,109,897</u>	<u>3,952,669</u>
Financial expense		
Deposits	764,189	657,861
Provision for credit losses (Note 9)	37,959	36,714
	<u>802,148</u>	<u>694,575</u>
Financial margin	3,307,749	3,258,094
Equity in income of subsidiaries	586,068	495,166
Other income (Note 17)	903,770	557,437
Operating Income	4,797,587	4,310,697
Operating expenses (Note 18)		
Distribution to members	455,910	438,212
	<u>3,438,717</u>	<u>3,183,429</u>
Earnings before income taxes	1,358,870	1,127,268
Income taxes (Note 15)	136,160	232,697
Net earnings, being comprehensive income	\$ 1,222,710	\$ 894,571

CRESTON & DISTRICT
CREDIT UNION

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Board of Directors:

President.....Jim Ryckman
Vice President.....Rob Simpson
Secretary.....Carrie Czar
Director.....Carole Materi
Director.....Don Tarrant
Director.....Don Low
Director.....Rick Minichiello

Management

CEO.....Lawrence Makortoff
Manager, Administration....Kim Appleton

Mission Statement

Creston & District Credit Union is and will continue to be a sound, profitable, independent, progressive, service-oriented financial institution. We are dedicated to serving our members' needs and committed to contributing to the well-being of our community.