



Welcome to 2016!

As Northwest United Federal Credit Union (NUFCU) prepares to begin our 62nd year of service, we would like to thank you for your membership and support. We had a great year in 2015 and look forward to another great year ahead. The end of 2015 brought changes within the Credit Union including the start of a full remodel of our Arvada location, which we hope to have completed late Spring. In addition, we will be implementing Mobile Banking. If all goes well, this will launch during the fourth quarter of 2016. This is a much desired product by our members, and when it comes to you, we want the best.

Looking ahead to another year together, your NUFCU staff wants to thank you for choosing us as your financial partner. We value serving you and finding ways to meet the growing needs of our fellowship.

All my best,

Justin H. Dickson
President/CEO

Supervisory Committee Report

The Supervisory Committee of Northwest United Federal Credit Union (NUFCU) consists of volunteers appointed by the Board of Directors. It serves to monitor the internal controls of the credit union through periodic examinations of various aspects of its operation. It is through appropriate audits and evaluations that the assets and interests of the members are maintained and preserved.

In 2015 an independent audit and an examination by the National Credit Union Administration were performed. In both examinations, it was demonstrated that NUFCU operates with sound business practices in providing financial services for its members.

The Supervisory Committee is pleased to report that the management, staff, elected and appointed volunteers continue to carry out duties for which they are responsible and that the organization is in a strong financial condition.

Respectfully Submitted,

Charlie Assmus
Chair, Supervisory Committee

Treasurer's Report

We have waited for years for the Federal Reserve to begin increasing interest rates. Now all the best financial minds in the country are trying to guess how many times and how much the Fed will change interest rates during 2016. With uncertain economic conditions both here and abroad, and our pending Presidential election, we feel interest rates will remain low. The Credit Union board of directors and management team has, therefore, kept investments fairly short term to be able to react to any changes in the market. Based on current investment maturities the Credit Union's asset/liability management projects show the Credit Union is favorably positioned for a rising interest rate environment. Last year's earnings were good, and other financial data and ratios showed very positive trends as shown by the following:

1. Net Income totaled \$417,895 which is slightly below year-end 2014.
2. Loans grew 16.8%; closing the year at \$43.8 million.
3. Deposits increased 2.21% to just over \$75.2 million at year-end. Members continue to show strong confidence in the Credit Union. Total Assets increased to \$85.4 million; an increase of 5.17%. This is the highest year-end assets have ever been.
4. Total reserves (basically the Credit Union savings account) ended the year at \$7,540,803; an increase of 5.87%.
5. A few of the Credit Union key ratios: Return on Assets (ROA) for 2015 is 0.49%; a decrease from 0.53% in 2014. Delinquent Loans at the Credit Union remained well-below our peer average at 0.27%.

As the Credit Union continues its conservative approach to asset/liability management, I am confident it will be a sound member-oriented financial institution with strong Catholic values for 2016 and beyond.

Respectfully submitted,

Phil Kroeker
Treasurer, Board of Directors

Financial Report

	Year Ending 12/31/14	Year Ending 12/31/15
Assets		
Loans to Members	\$37,564,965.12	\$ 43,768,393.82
Allowance for Loan Loss	- 63,265.69	- 58,345.07
Cash	519,902.05	386,331.45
Investments	41,762,635.31	39,104,240.87
Land, Furniture & Equipment, Other Assets	1,430,303.99	2,205,870.18
Total Assets	\$81,214,540.78	\$ 85,406,491.25
Liabilities and Equity		
Regular Shares	\$20,482,384.43	\$ 22,334,090.90
Certificates of Deposit	15,423,902.78	14,123,332.81
IRA (Individual Retirement Accounts)	1,607,406.26	2,117,185.03
IRA Certificate of Deposit	5,406,841.75	4,584,673.75
Share Draft Check Accounts	9,343,662.42	9,748,841.48
Money Market Accounts	21,321,665.16	22,306,972.00
Other Liabilities	505,769.07	2,650,591.86
Regular Reserves	1,193,555.12	1,193,555.12
Undivided Earnings	5,929,353.79	6,347,248.30
Total Liabilities and Equity	\$81,214,540.78	\$ 85,406,491.25
Statement of Operations		
Income		
Interest on Loans	\$1,854,752.82	\$ 1,909,868.26
Income on Investments	469,011.49	497,094.19
Other Income	524,663.66	505,190.05
Gross Income	\$2,848,427.97	\$ 2,912,152.50
Operating Expense		
Office Operations Expense	\$2,139,933.34	2,201,376.09
Provision for Loan Losses	8,408.00	51,433.00
Other Operating Expense		
Total Expenses	\$2,148,341.34	\$ 2,252,809.09
Net Income Before Interest and Dividends	700,086.63	659,343.41
Interest and Dividends	272,970.15	241,448.90
Net Income	\$427,116.48	\$ 417,894.51
Gain/Loss on Disposition of Assets	2,235.62	0.00
Net Income After Stabilization	\$429,352.10	\$ 417,894.51

