

Communicator

Newsletter Spring 2013

2012
in Review

Profits Returned to Members

Creston & District Credit Union is pleased to report another successful year of operations despite the challenges of an uncertain economic market in our valley. Despite a low interest rate environment, the Board of Directors desires to continue 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, 2012.

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 member's accounts. The equity share dividend was added to the member's equity share balance. All transactions were processed to member's accounts in January 2013. In total, \$ 450,000 of our operating income has been returned to our members.

60th Annual General Meeting

A reminder the annual general meeting of the credit union will be held Thursday May 2, 2013 in the Creston room of the Creston Recreation Centre. Registration will commence at 6:30PM, with the meeting to begin at 7:00PM. Please join us as we present our operating results for 2012, award some door prizes and enjoy some social time and refreshments after the meeting.

Director Elections

At the close of this year's annual general meeting, the terms for current directors Rand Archibald and Jordan Catherall will expire. A call for director nominations was mailed to the membership on January 23, 2013. The nominating committee has received notification from both incumbents of their intention to seek re-election. No additional nominations were received. Accordingly, Rand Archibald and Jordan Catherall will be declared elected by acclamation at our annual general meeting on May 2, 2013.



Approved by the Board of Directors

**CRESTON & DISTRICT CREDIT UNION
CONSOLIDATED BALANCE SHEET**

AS AT DECEMBER 31, 2012

	2012	2011
ASSETS		
Cash and cash equivalents, note 3	\$ 41,921,242	\$ 37,689,496
Other, note 9	332,610	50,379
Income taxes receivable	25,479	72,710
Investments, note 4	6,441,156	6,472,287
Loans to members, note 5	64,738,006	63,799,323
Property, plant and equipment, note 7	1,279,463	1,243,607
Investment property, note 8	3,338,158	3,256,328
	\$ 118,076,114	\$ 112,584,130
LIABILITIES AND MEMBERS' EQUITY		
Members' deposits, note 10	\$ 101,305,469	\$ 95,967,926
Accounts payable and other liabilities	621,902	764,508
Distribution to members payable	450,580	465,528
Deferred income taxes	45,901	50,164
Equity shares, note 13	3,933,231	3,923,262
Retained earnings	11,315,431	10,612,737
Non-controlling interest in subsidiary	403,600	800,005
	\$ 118,076,114	\$ 112,584,130

**CRESTON & DISTRICT CREDIT UNION
CONSOLIDATED STATEMENT OF INCOME AND COMPREHENSIVE
INCOME**

FOR THE YEAR ENDED DECEMBER 31, 2012

	2012	2011
INTEREST INCOME		
Interest on loans to members	\$ 3,100,408	\$ 3,437,802
Investment income	622,496	609,660
	3,722,904	4,047,462
INTEREST EXPENSE		
Interest on members' deposits	1,132,544	1,219,625
Interest on borrowed money	1,601	252
	1,134,145	1,219,877
OPERATING MARGIN	2,588,759	2,827,585
OTHER INCOME , note 14	851,837	816,833
	3,440,596	3,644,418
OPERATING EXPENSES ,		
Administrative and General, note 15	2,341,364	2,390,395
Occupancy, note 16	273,650	170,628
	2,615,014	2,561,023
INCOME FROM OPERATIONS	825,582	1,083,395
NON-CONTROLLING INTEREST	29,550	-
INCOME BEFORE DISTRIBUTIONS TO MEMBERS	855,132	1,083,395
DISTRIBUTION TO MEMBERS	450,605	465,528
INCOME BEFORE INCOME FROM EQUITY INVESTMENT	404,527	617,867
INCOME FROM EQUITY INVESTMENTS	366,797	374,324
INCOME BEFORE INCOME TAXES	771,324	992,191
INCOME TAXES , note 12		
Current	72,890	109,043
Deferred	(4,263)	12,608
	68,627	121,651
TOTAL COMPREHENSIVE INCOME	\$ 702,697	\$ 870,540

A COMPLETE SET OF THE FINANCIAL STATEMENTS IS AVAILABLE AT THE CREDIT UNION

**CRESTON & DISTRICT
CREDIT UNION**

140 11th Avenue North
Creston, BC V0B 1G0
Tel: (250) 428-5351
Fax: (250) 428-5302

Board of Directors:

President.....Rand Archibald*
Vice President.....Don Tarrant
Secretary.....Jordan Catherall*
Director.....Carole Materi
Director.....Carrie Czar
Director.....Michelle Mayer
Director.....Jim Ryckman
*term expires in 2013

Management

CEO.....Jim Miller
Manager, Admin.....Barbara Chilson
Manager, Lending
.....Lawrence Makortoff

Mission Statement

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