

Fifty-Fifth Annual Meeting Agenda

- I. Call to Order:** Bob Cathey, Chairman
 - a. Invocation
 - b. Determination of Quorum
- II. Reading and Approval of Fifty-Fourth Annual Meeting Minutes**
- III. General Reports:**
 - a. Report of Officials – Bob Cathey, Chairman
 - b. Report of the President – Fatty Idol, President/CEO
 - c. Report of the Supervisory Committee – James Robertson, Supervisory Committee Chairperson

- IV. Unfinished Business**
- V. New Business**
- VI. Election of Board of Directors:**
 - a. Report of the Nominating Committee – Nominating Committee Chairman
- VII. Presentation of Scholarships**
- VIII. Awarding of Door Prizes**
- IX. Adjournment**

Locations

Asheville Office
219 Haywood Street
Asheville, NC 28801
828.252.8234

Candler Office
1453 Sand Hill Road
Candler, NC 28715
828.667.7245

Cherokee Office
3533 US 441 North
P.O. Box 241
Cherokee, NC 28719
828.497.6211

Fletcher Office
3270 Hendersonville Road
Fletcher, NC 28732
828.684.9999

Franklin Office
746 East Main Street
Franklin, NC 28734
828.524.4464

Murphy Office
8005 Highway 141
Murphy, NC 28905
828.837.0460

Sylva Office
30 Highway 107
Sylva, NC 28779
828.586.0425

Waynesville Office
721 North Main Street
Waynesville, NC 28786
828.452.2216

mountaincu.org



2017 Annual Report



Report of Officials

2017 was another busy year for Mountain Credit Union staff! The eighth branch of Mountain Credit Union was opened in Murphy, North Carolina, in May 2017 and was followed in June by an Open House for the community. Longtime members from Murphy Medical Center as well as the entire Cherokee County community welcomed the opening of a new financial institution. The branch has taken off and, as of year-end, had 492 members with \$1,775,555.13 in deposits and loans totaling \$3,439,899.01.

Mountain Credit Union staff continue to promote and provide financial education in the community. During 2017 we provided classes, seminars and Lunch and Learn events that reached nearly 400 attendees and 30 Employee Groups. We presented financial education sessions at four different school groups of varying ages. Financial education continues to be a priority of Mountain Credit Union staff.

Our employees continued to participate in community service projects and contributed more than 300 volunteer hours and in excess of \$50,000.00 to worthy causes in the communities that we serve. Our members are an integral part of this success as they always come through with monetary donations or supplies that are requested. We have provided school supplies, coats and blankets, baby supplies, Christmas gifts and more. Our staff coordinates fundraisers such as t-shirt sales, candy bar sales and a charity golf tournament for monetary donations, which are in turn donated to Relay for Life, Juvenile Diabetes Research Foundation or emergency needs such as disaster relief. We are very proud of the employees who share their compassion and generosity with the communities that we serve.

As we look ahead to the remainder of 2018, we look forward to starting construction on a new office in Waynesville, North Carolina, that will house both our Waynesville branch office and our Administrative office. We expect this project to be completed in mid-2019.

Thank you to our volunteer Board of Directors and Supervisory Committee members who give their time to represent all of our members. And, thank you to our staff who always work hard to make Mountain Credit Union successful, financially secure and a great place to do business!

Robert Cathey
Chairman



Supervisory Committee Report

The Supervisory Committee is the members' representative body whose responsibility is to ensure the safeguarding of both the credit union assets and the interests of the members. In 2017, the Committee contracted with PBMares of Newport News, Virginia, to conduct an external opinion audit of the records and financial affairs of the credit union. We are pleased to announce that we received an unqualified opinion from PBMares for the year ended December 31, 2016, and expect to receive the same for 2017. During Q3 2017, auditors from the State of NC Credit Union Division conducted an examination of the credit union with no major exceptions reported.

James Robertson
Supervisory Committee Chairperson

Balance Sheet

As of December 31, 2017

ASSETS	
LOANS	
On System Loans	\$ 108,905,593.02
Credit Card Loans	\$ 3,620,593.34
Loan Participants	\$ 408,092.88
Collateral in Process of Liquidation	\$ 198,510.00
Allowance for Loan Losses (net)	\$ (1,087,019.48)
Net Loans	\$ 112,045,769.76
Accounts Receivable	\$ 4,785.33
Cash	\$ 7,582,631.71
Investments	\$ 73,608,475.34
Accrued Income	\$ 291,195.52
NCUSIF Deposit	\$ 1,751,163.49
Prepaid & Deferred Expenses	\$ 348,287.88
FIXED ASSETS	
Land and Building (Net)	\$ 5,952,651.84
FF&E and Leasehold Improvements (Net)	\$ 1,597,730.75
Net Fixed Assets	\$ 7,550,382.59
Other Assets	\$ -
Total Assets	\$ 203,182,691.62
LIABILITIES & EQUITY	
Accounts Payable	\$ 1,593,519.77
Notes Payable	\$ -
Dividends Payable	\$ -
All Other Liabilities	\$ 1,222,962.78
MEMBER SHARES	
Regular Shares	\$ 76,361,063.38
Share Drafts	\$ 34,534,873.49
Money Market Share Accounts	\$ 31,584,377.23
IRA Share Accounts	\$ 26,040,319.00
Certificates	\$ 11,231,109.36
Total Shares	\$ 179,752,142.46
Regular Reserves	\$ 3,916,372.53
Undivided Earnings	\$ 14,018,064.78
Equity Acquired In Merger	\$ 2,353,963.60
Net Income	\$ 325,665.70
Total Equity	\$ 20,614,066.61
Total Liabilities & Equity	\$ 203,182,691.62

Income Statement

For the Year Ending December 31, 2017

INCOME		MTD	YTD
Loan Income	\$	527,629.90	\$ 6,001,422.92
Investment Income	\$	88,119.77	\$ 959,064.13
Fee Income	\$	261,883.97	\$ 2,993,037.50
Other Income	\$	24,135.15	\$ 660,750.98
Total Income	\$	901,768.79	\$ 10,614,275.53
EXPENSES		MTD	YTD
Compensation	\$	264,370.83	\$ 2,916,560.03
Employee Benefits	\$	100,325.95	\$ 1,159,541.17
Travel and Conference	\$	6,608.70	\$ 125,501.92
Association Dues	\$	3,678.27	\$ 32,641.93
Office Occupancy	\$	37,774.70	\$ 420,010.69
Office Operations	\$	108,464.77	\$ 1,159,890.27
Marketing Expense	\$	37,597.50	\$ 352,825.27
Loan Servicing	\$	33,589.27	\$ 424,765.94
Professional & Outside Services	\$	105,875.01	\$ 1,563,787.23
Provision for Loan Losses	\$	42,702.83	\$ 1,196,659.09
Member Insurance	\$	-	\$ -
Supervisory and Exam Expense	\$	5,524.50	\$ 47,317.54
Cash Over and Short	\$	231.86	\$ 1,688.73
Other Operating Expenses	\$	194.60	\$ 20,110.02
Total Expenses	\$	746,938.79	\$ 9,421,299.83
Dividend Expense	\$	47,039.87	\$ 512,265.51
Net Income	\$	107,790.13	\$ 680,710.19



Staff

Sarah Akers	Ruth Dieffenderfer	Tami Humphries	Cassandra Occumma	Pam Thomason
Chris Angel	Laura Donohoe	Patty Idol	Katrina Owen	Dana Thompson
Rosalind Armstrong	Jasmin Garcia	Kaye Kent	Amanda Parham	Wanda Todd
Tammy Ashman	Sonya Given	Adriana Kirshman	Chris Placa	Charne Tucker
Linda Barker	Sheila Griffin	Lindsey Kushman	Chuck Reece	Kim Wagner
Becca Bodenhamer	Karen Hall	Karen Lambert	Cody Rodgers	Kristen Walker
Kelly Brown	Monica Hall	Beth Lawing	Ashley Rogers	Chrystal Wallace
Rhonda Bugbee	Teresa Harper	Wanda Lupfer	Suzie Shook	Amber Welch
Melissa Cameron	Tanya Haskett	Michele Medford	Cotina Smith	Leah Wicks
Garrett Chmiola	Tracy Head	Fadrian Merrell	Cathy Stanley	Dianne Wilson
Mark Colbenson	Shannon Herley	Jennifer Muse	Mike Stavick	Amy Woody
Vicki Cole	Heather Highland	Dianne Nichols	LaTisha Taylor	Zeta Woody
Sarah Davis	Vicki Hill	Stephanie O'Neil	Heather Temple	

Board of Directors

David Blanton
Bob Cathey
Don Cooper
Roy Keithley
Robbie Ownbey
Cindy Ramsey
Sherr Rogers



Supervisory Committee

LaNeah Dyson
James Robertson

