

# 87TH ANNUAL MEETING

TUESDAY, APRIL 26, 2022

*We're here to help you with the important moments of your life!*





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**OUR**

# **VISION STATEMENT**

TO BECOME OUR MEMBERS' PRIMARY  
FINANCIAL INSTITUTION





# AGENDA

1. Meeting Called To Order
2. Minutes of 2021 Annual Meeting
3. Chairperson's Report &  
Honoring 50 Year Members
4. Nominating Committee/Election of Directors
5. Treasurer's Report/Financial Statements
6. President's Report &  
Scholarship Committee's Report
7. Loan Report
8. Audit Committee's Report
9. Old Business/Communications
10. New Business
11. Adjournment

**OUR**

# MISSION STATEMENT

BUILDING LIFELONG RELATIONSHIPS

ONE MEMBER AT A TIME; PROVIDING SOUND

FINANCIAL PRODUCTS AND SERVICES



# OUR CREDIT UNION HISTORY

Valley Communities Credit Union started as *Mosinee Paper Credit Union*, chartered by the State of Wisconsin on April 11, 1935 to serve the employees of Mosinee Paper Corporation and their families. Operating from the punch house at the Paper Mill, volunteer directors would use paper scraps to maintain records.



**MOSINEE PAPER CREDIT UNION, 1935**



**201 MAIN STREET, MOSINEE**

After steady growth in the 1970's, the credit union relocated to 201 Main Street, Mosinee and expanded its charter to those living or working in the city of Mosinee. Soon, the surrounding townships were included.



**1105 WESTERN AVE, MOSINEE**

In the 1980's the area served expanded to include Marathon County. In 1985 the Credit Union relocated to 1105 Western Avenue in Mosinee, which is still the location of the Mosinee VCCU branch.

The credit union merged with Murray Employees Credit Union (Wausau) and Co-Ci Credit Union (Stevens Point) in 1987. The charter expanded to include Portage County. In 1996, Dairymen's Credit Union (Junction City) joined VCCU, adding Wood County to the charter area.



**2940 CHURCH STREET  
STEVENS POINT**



In 1998 the name of the credit union was changed to Valley Communities Credit Union, reflecting what we are and who we serve – multiple offices in the Wisconsin Valley, proudly serving all those who live and work here.

In 2006 Thorogood Credit Union (Marshfield) joined VCCU.

In 2007 Port Credit Union (Port Edwards and Wisconsin Rapids) followed, adding Adams County to the charter area.

In August, 2013, a new office was opened in Kronenwetter. And most recently, Worzalla Publishing Employees Credit Union came on board in 2018.



**2011 SOUTH CENTRAL AVENUE  
MARSHFIELD**



**440 8TH STREET SOUTH  
WISCONSIN RAPIDS**



**2290 COUNTY ROAD X  
KRONENWETTER**

**Today, VCCU's current charter area includes all persons who live, work, or own property in Adams, Clark, Juneau, Lincoln, Marathon, Portage, Shawano, Waupaca, Waushara or Wood counties.**



**OUR**

# **OFFICES & LOCATIONS**

AT THE HEART OF THE  
COMMUNITIES WE SERVE







**KRONENWETTER**  
2290 County Road X  
715-359-0050



**MARSHFIELD**  
2011 South Central Avenue  
715-384-2867



**MOSINEE**  
1105 Western Avenue  
715-693-3400



**STEVENS POINT**  
2940 Church Street  
715-341-4543



**WISCONSIN RAPIDS**  
440 8th Street South  
715-424-4400



**CORPORATE OFFICE**  
975 Indianhead Drive, Mosinee  
715-693-5770



# 2021 ANNUAL MEETING MINUTES

The 86th Annual Meeting of Valley Communities Credit Union was called to order on the 24th day of August 2021 at 6:00 P.M. by Gary Engebretson.

***PRIOR MEETING MINUTES:*** The minutes of the 2020 meeting had been handed out to members as they entered. A question was asked if there were any additions or corrections to the minutes. Being none, a motion was made and second to approve the minutes as presented. Action on motion: Carried.

***ATTENDANCE:*** A quorum of 82 adults in attendance. This constitutes a legal meeting.

***CHAIRPERSON'S REPORT:*** The Chairpersons Report was presented by Engebretson. Chairman Engebretson introduced the Board of Directors and the Audit Committee. A motion was made to approve the Chairpersons report and seconded to accept the report. Action on motion: Carried.

***HONORING FIFTY YEAR MEMBERS:*** Chairperson Engebretson reported 26 members have been members for 50 continuous years. A gift had been previously sent to them. See attached list for names.

***NOMINATING COMMITTEE/ELECTION OF DIRECTORS:*** A motion was made and seconded to affirm board candidates Anderson, Matis and Walters to a 3 year term. Actions on motions: Carried.

***TREASURER'S REPORT:*** Hladovcak gave the Treasurer's Report. A motion was made and seconded to accept the report. Action on motion: Carried.

***PRESIDENT'S REPORT & SCHOLARSHIP COMMITTEE'S REPORT:*** Hladovcak gave the President's

Report and the Scholarship Committee's Report. A motion was made and seconded to accept the reports. Action on motion: Carried.

**LOAN REPORT:** Hladovcak gave the Loan Report. A motion was made and seconded to accept the report. Action on motion: Carried.

**AUDIT COMMITTEE REPORT:** Bennett gave the Audit Committee Report. Three exams are given: State Exam, CPA Firm, and Audit Committee. A motion was made and seconded to accept the report. Action on motion: Carried.

The audit committee is appointed by the Board of Directors. No management employee of VCCU serves on the committee. The committee reports to the Board of Directors.

**QUESTIONS:** There were no communications, old business or new business.

**PRIZES:** VCCU staff gave out prizes. All in attendance received a \$20.00 Chamber voucher.

Engebretson adjourned the meeting at 6:22 pm. A motion was made and seconded to adjourn the meeting. Action on motion: Carried.



# CHAIRPERSON'S REPORT

*Lisa Jakusz • Chairperson*

At the beginning of this year, our long-time board chair, Gary Engebretson retired from the credit union board. We would like to acknowledge him and express our gratitude for his 36 years of service as a valued board member.

As we look towards the future, be assured the board will always look out for the best interest of the membership when making decisions. The board's role is to provide the oversight for the credit union. We work hard each year to review and set policies, approve the credit union's budget, and plan strategically for the future. The dedicated staff work hard to accomplish goals and perform the day-to-day operations to serve our member/owners.

Once again, instead of having a gathering at the end of the meeting, upon exiting the meeting, every attendee will receive a \$20.00 Mosinee Chamber gift check. Please use it to support one of our community businesses. These checks can be used at any of the locations listed on the flyer in the envelope.

We are very appreciative of all of our members, directors, volunteers, and employees. We will continue to work hard to keep our organization financially sound.

We would like to recognize the members who have hit the 50-year mark of being a member. We salute them for their continued support and loyalty and would like to thank each of them.





# HONORING 50 YEAR MEMBERS

Julie Aumann

Thomas Bartlett

Dolores Baur

Mary Benbow

Daniel Berkholtz

James Bretl

George Buchanan

Carrie Cherney

Lester Chonos

Richard Daniels

Mary Danielski

Louise Eglund

Greg Fochs

Mary Fochs

Gladys Giacalone

Edward Grabow

Charlie Grabow

Joanne Grandkoski

Sharon Hardinger

Richard Karch

John Kedrowski

Gary Keuntjes

John Korslin

Roman Kostuck

Clifford Koziczkowski

Rebecca Ksionek

Rita Leary

Angelina Maliszewski

Thomas McCarrier

Robert Menghini

Sharon Morell

Robert Nash

Eugene Peterson

Stanley Potocki

Richard Pryga

Jerry Randrup

Ralph Reniewicki

Michael Roider

James Rybarczyk

Mardell Streich

Kenneth Swatloski

Bart Unertl

Mary Weber

Cynthia Ziska

Clifford Zywicki



# FINANCIAL STATEMENTS

## 12/31/2020 & 2021

### BALANCE SHEET

(UNAUDITED)

<i><b>ASSETS</b></i>	<i><b>2021</b></i>	<i><b>2020</b></i>
Cash On Hand & On Deposit	\$ 69,610,907	45,717,978
Investments	24,909,381	32,661,140
Loans - Net	126,665,787	121,905,114
Land & Office Buildings - Net	3,179,567	3,302,871
Office Furniture I Fixtures	215,151	205,956
NCUA Insurance Capitalization	1,861,663	1,665,544
Other Assets	510,776	502,590
<b>TOTAL ASSETS</b>	<b>\$ 226,953,232</b>	<b>205,961,193</b>

### ***LIABILITIES & MEMBER EQUITY***

Shares	\$ 158,314,197	143,090,949
Share Drafts	40,093,879	35,486,478
Other Liabilities	2,326,296	1,863,399
Accrued Dividends Payable	160	661
<b>TOTAL LIABILITIES</b>	<b>\$ 200,734,532</b>	<b>180,441,487</b>

### ***MEMBER EQUITY***

Regular Reserve	\$ 4,208,377	4,208,377
Undivided Earnings	21,819,705	20,120,662
Accumulated Unrealized Investment Gain	94	143
Equity Acquired in Merger	190,524	190,524
<b>TOTAL MEMBER EQUITY</b>	<b>\$ 26,218,700</b>	<b>25,519,706</b>

<b>TOTAL LIABILITIES &amp; MEMBER EQUITY</b>	<b>\$ 226,953,232</b>	<b>205,961,193</b>
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## STATEMENT OF INCOME AND EXPENSE (UNAUDITED)

<i><b>INCOME</b></i>	<i><b>2021</b></i>	<i><b>2020</b></i>
Loan Interest Income	\$ 5,446,087	5,849,199
Investment Income	295,863	635,285
<b>TOTAL INTEREST INCOME</b>	<b>\$ 5,741,950</b>	<b>6,484,484</b>
<b>DIVIDENDS &amp; INTEREST EXPENSE</b>	<b>\$ 380,974</b>	<b>668,133</b>
<b>NET INTEREST MARGIN BEFORE PROVISION</b>	<b>\$ 5,360,976</b>	<b>5,816,351</b>
Provision For Loan Loss	\$ (51,279)	103,200
<b>NET MARGIN AFTER PROVISION</b>	<b>\$ 5,412,255</b>	<b>5,713,151</b>
<b>TOTAL NON-INTEREST INCOME</b>	<b>\$ 1,275,572</b>	<b>1,134,866</b>
 <i><b>NON-INTEREST EXPENSE</b></i>		
Salaries & Benefits	\$ 3,490,752	3,544,277
Office Operations	406,369	427,037
Office Occupancy	331,106	355,162
Outside Services	1,412,675	1,195,729
Other Expenses	347,883	358,428
<b>TOTAL NON-INTEREST EXPENSE</b>	<b>\$ 5,988,785</b>	<b>5,880,633</b>
<b>NET INCOME</b>	<b>\$ 699,042</b>	<b>967,384</b>



# PRESIDENT'S REPORT

*Kelly Hladovcak • President/CEO*

We sincerely thank you, our members, for your continued support of Valley Communities Credit Union. We fully understand that it is you who make us successful. There are many places who offer financial services giving you many options for meeting your financial needs, and we are honored and proud you have chosen us. We do not take that for granted, and we will continue to work hard to build lifelong relationships while gaining your trust and loyalty. As a financial cooperative, we succeed when you succeed. When you participate and use the products and services we provide, you contribute to our growth and success. With this growth, we are able to return our profits to you, our member owners. We accomplish this by having competitive interest rates on our savings and loan products, charging fewer fees, and offering products and services that can benefit you.

Looking back on the past year, one of our biggest accomplishments was investing in our employees. All employees have gone through several weeks of training focusing on improving relationships between both staff and members. We want to provide the best possible experience for you, while looking out for your overall financial wellbeing. As your financial needs change, we want to be your trusted financial partner to help you meet your goals.

One of our challenges, like many businesses, has been hiring staff members. I feel like we are finally turning the corner and are in a much better place. With that being said, we are extremely fortunate to have some amazing, talented and hardworking staff who fully understand our mission and vision and are dedicated to serving you.

On behalf of our dedicated staff, directors, and volunteers, thank you for your continued support, we all look forward to serving you and helping you achieve your financial goals.



# SCHOLARSHIP COMMITTEE'S REPORT

Valley Communities Credit Union is happy to support higher education by awarding 5 scholarships. Students of any age who plan on attending a higher education institution were encouraged to apply. This year we received 9 applications. One received a \$1,000 scholarship and four received \$500 scholarships. The credit union would like to express our thanks to the scholarship committee for their time devoted to giving each applicant equal considerations. The scholarships winners are listed below. We commend all who applied and wish them much success in their endeavors!



Nolan Harris  
Bryanna Schwartz  
Jenna Check  
Jessica Brown  
Tarrik Ciftci



# LOAN REPORT

During 2021, VCCU wrote 2,109 loans to members totaling \$63,774,352. With normal loan payback, the change in our net loans increased \$4,760,673 which resulted in a 3.81% overall increase. At the end of 2021, we had an outstanding loan portfolio of \$126,665,787. We take great pride in our loan quality, and our delinquency compares favorably to others.





# AUDIT COMMITTEE'S REPORT

The Risk Management department is responsible for reporting on the integrity of the credit union's financial records and for ensuring that internal controls are in place to protect the assets of the credit union and its members. We report to the committee and the Board of Directors monthly on Compliance, Audit and security activity.

The credit union continues to contract with the firm of Hawkins Ash CPAs, LLP for our annual external audit services and tax services. The annual audit of the credit union was completed in April 2021 for the period ending December 31, 2020, with very positive results. As we speak, we are still in the process of the 2021 audit.

We were not visited in calendar year 2021 by the state DFI Office of Credit Unions. We are now preparing for their examination beginning next month.

Our ACH/Accounting department never really gets credit or recognition at this meeting. The department is responsible for maintaining regulatory compliance in the payments arena. They too get a separate audit/examination. The amount and sheer number of transactions not only with ACH payments, but check, card, wire, and even social security payments, is a daily challenge. Their audit record remains impeccable.

At least once every two years, accounts, or statement of accounts and other account records of the members shall be verified against the records of the credit union. This was accomplished utilizing the December 31, 2021 statement cycle, again with no concerns noted yet as we are awaiting report. Thank you for your cooperation!

The Risk Management department and the committee appreciates your continued confidence in our oversight role. The support and cooperation of the board of directors, management, and employees have assisted us in the performance of our duties and is greatly appreciated.



# BOARD OF DIRECTORS



**Lisa Jakusz**  
Chairperson  
Term expires 2023



**Paul Davis**  
Vice Chair  
Term expires 2022



**Harold Matis**  
Treasurer  
Term expires 2024



**Jon Anderson**  
Secretary  
Term expires 2024



**James Krzmarcik**  
Term expires 2022



**Kris Lehman**  
Term expires 2023



**Mike Walters**  
Term expires 2024





# AUDIT COMMITTEE

*Debra Johnson, Chair*

*Steven Cisewski*

*Shirley Clark*



# NOMINATING COMMITTEE



*Harold Matis*  
*Chair*



*Jon Anderson*



*Mike Walters*





# ADMINISTRATIVE STAFF



**Kelly Hladovcak**  
*President/CEO*



**Jeff Horne**  
*Vice President/CFO*



**Adam Dykman**  
*Vice President/COO*



**Angela Dinkins**  
*Vice President/CLO*



**Christa Thompson**  
*Branch Manager  
Kronenwetter*



**Jodi Griepentrog**  
*Branch Manager  
Marshfield*



**Becky Gresham**  
*Branch Manager  
Mosinee*



**Clarence Holbrook**  
*Branch Manager  
Stevens Point*



**Sherry Berry**  
*Branch Manager  
Wis. Rapids*



**Mark Bennett**  
*Corporate Risk  
Manager*



**Erick Clements**  
*System  
Administrator*



**Nicole Krautkramer**  
*Human Resources  
Specialist*



**Melissa Kolbeck**  
*Lending Support  
Manager*



**Samuel Massey**  
*Compliance  
Specialist*



**Mandy Powers**  
*AVP of Lending*



**Cathy Stitchman**  
*Accounting  
Supervisor*

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*Offices conveniently located in your community:  
Kronenwetter, Marshfield, Mosinee,  
Stevens Point and Wisconsin Rapids*



# Access & control your account anywhere!

Use the camera on your smartphone to scan the QR Code to easily download our apps, anywhere!\*



\* Visit [www.valleycommunities.org](http://www.valleycommunities.org) for app disclosures.



## SERVING YOU IN YOUR COMMUNITY AT ONE OF THESE FIVE CONVENIENT LOCATIONS!

### Kronenwetter

2290 County Rd. X, Suite C  
Kronenwetter, WI 54455  
(715) 359-0050

### Mosinee

1105 Western Avenue  
Mosinee, WI 54455  
(715) 693-3400

### Wisconsin Rapids

440 8th Street South  
Wisconsin Rapids, WI 54494  
(715) 424-4400

### Marshfield

2011 S. Central Avenue  
Marshfield, WI 54449  
(715) 384-2867

### Stevens Point

2940 Church Street  
Stevens Point, WI 54481  
(715) 341-4543

### Corporate Office

975 Indianhead Drive  
Mosinee, WI 54455  
(715) 693-5770

## FOLLOW US TO STAY UP TO DATE!

 [www.valleycommunities.org](http://www.valleycommunities.org)

 [facebook.com/ValleyCommunitiesCU](https://facebook.com/ValleyCommunitiesCU)

 [@valleycommunitiescreditunion](https://instagram.com/valleycommunitiescreditunion)



Insured by NCUA