

PEOPLES ENERGY CREDIT UNION
FINANCIAL STATEMENTS
December 31, 2019

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| INCOME | 2019 | 2018 |
|--|------------------|------------------|
| Interest on Loans to Members | \$ 600,571 | \$ 572,408 |
| Interest on Government Securities | | |
| Interest on Certificates of Deposit | 462,188 | 438,049 |
| Fines, Fees and Commissions | 33,616 | 32,994 |
| Total Income | <u>1,096,375</u> | <u>1,043,450</u> |
| | | |
| EXPENSE | | |
| Salary Expense | \$ 265,205 | \$ 260,929 |
| Payroll Taxes | 22,047 | 21,923 |
| Retirement Plan Contributions | 28,149 | 27,061 |
| Employee/Director Benefits | 18,792 | 18,792 |
| Illinois Credit Union League and Chapter Dues | 11,154 | 11,229 |
| Depreciation/Amortization Expenses | 3,934 | 4,721 |
| Maintenance and Repairs (Prop. & Equip.) | 207 | |
| Office Supplies and Expenses | 100,962 | 106,547 |
| Insurance(Burglary, Forgery and Fidelity) | 14,458 | 14,722 |
| Network Fees | 3,707 | 4,602 |
| EFT Expenses | 55,035 | 35,333 |
| Checking Account Expenses | 848 | 843 |
| Promotional Expenses | 7,150 | 6,941 |
| Gift Card Expenses | 297 | 274 |
| Staff Development | | |
| Loan Servicing Expenses | 26,793 | 24,956 |
| Collection Expenses | 8,941 | 3,475 |
| Repossession Expenses | | - |
| State Regulatory Fees | 22,827 | 24,124 |
| Insurance Assessment Expense | 5,548 | |
| Meetings(League, Chapter, Director and Annual) | 9,534 | 10,631 |
| Provision for Loan Losses | 88,400 | 75,900 |
| Total Operating Expenses | <u>693,989</u> | <u>653,004</u> |
| | | |
| Income from Operations | 402,386 | 390,446 |
| (Less)Dividends on Shares | (395,549) | (357,660) |
| NET INCOME | <u>\$ 6,837</u> | <u>\$ 32,787</u> |

ALLOCATION OF NET INCOME

| | | |
|---|-----------------|----------------------------|
| Regular Reserve December 31, 2018 | | \$ 650,000 |
| Balance in Surplus December 31, 2018 | \$ 1,757,137 | |
| Add-Net Earnings for Year 2019 | <u>6,837</u> | 1,763,975 |
| Balance in Contingent December 31, 2018 | 2,500,000 | |
| Add-Net Earnings for Year 2019 | <u> </u> | <u>2,500,000</u> |
| Reserve balance December 31, 2019 | | <u><u>\$ 4,913,975</u></u> |

ANALYSIS OF ALLOWANCE FOR LOAN LOSSES

| | | |
|---|-----------------|--------------------------|
| Balance in Allowance for Loan Losses December 31, 2018 | | \$ 51,505 |
| Add - Provision in 2019 | \$ 134,148 | |
| - Recoveries on Loans Charged Off | 63,315 | |
| -Miscellaneous Adjustment | <u> </u> | \$ 197,463 |
| (Less) - Net Loans Charged Off in 2019 | (138,300) | |
| | | <u>59,163</u> |
| Balance in Allowance for Loan Losses December 31, 2017 | | <u><u>\$ 110,668</u></u> |
| Balance in Allowance for HELOC Losses December 31, 2018 | | \$ 50,000 |
| Add - Provision in 2019 | | |
| - Recoveries on Loans Charged Off | | |
| -Miscellaneous Adjustment | <u>(45,748)</u> | \$ (45,748) |
| (Less) - Net Loans Charged Off in 2019 | - | |
| | | <u>(45,748)</u> |
| Balance in Allowance for Loan Losses December 31, 2019 | | <u><u>\$ 4,252</u></u> |

COMPARATIVE STATEMENTS OF SHARE AND LOAN ACCOUNTS

| | 2019 | | 2018 | | 2017 | |
|----------------|--------|---------------|--------|---------------|--------|---------------|
| | Number | Amount | Number | Amount | Number | Amount |
| Share Accounts | 2,353 | \$ 26,868,745 | 2,414 | \$ 27,861,660 | 2,440 | \$ 29,503,102 |
| Loan Accounts | 967 | \$ 12,232,697 | 946 | \$ 10,337,118 | 987 | \$ 9,807,186 |
| Average Share | | \$ 11,419 | | \$ 11,542 | | \$ 12,091 |
| Average Loan | | \$ 12,650 | | \$ 10,927 | | \$ 9,936 |