

A photograph of a dirt path winding through a forest. The path is covered in fallen brown and orange leaves. The trees are tall and thin, with a light mist or fog hanging in the air, creating a soft, ethereal atmosphere. The lighting is warm and golden, suggesting early morning or late afternoon.

ANNUAL REPORT 2016



Serving for Your Success

FINANCIAL SUMMARY & HIGHLIGHTS

BALANCE SHEET

December 31, 2016

December 31, 2015

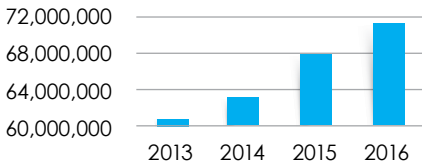
ASSETS:

Loans	42,303,824	41,720,820
Allowance for Loan Losses	(651,883)	(880,015)
Cash & Investments	26,250,062	23,436,271
Fixed Assets	2,251,459	2,354,790
Other Assets	1,203,500	1,283,545
TOTAL ASSETS	71,356,963	67,915,410

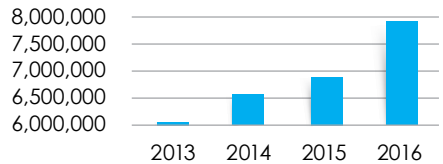
LIABILITIES & CAPITAL:

Deposits	63,267,134	60,616,228
Other Liabilities	215,531	431,015
Net Worth	7,874,298	6,868,167
TOTAL LIABILITIES & CAPITAL	71,356,963	67,915,410
Net Worth Ratio	11.04%	10.11%

Assets



Net Worth



Loan Mix



Deposit Mix



INCOME STATEMENT

December 31, 2016

December 31, 2015

Total Income	3,296,533	3,296,064
Total Expenses	2,290,402	2,984,397
NET INCOME	1,006,131	311,667



MESSAGE FROM THE BOARD CHAIR & CEO

During 2016, the staff and board of the credit union completed an important journey together as we established our mission statement, core values and vision statement. These vital declarations will serve as the foundation for everything we do at Valley. As strategies are being discussed, members being served and decisions being implemented, we will use these statements and values as our framework to ensure that we are staying true to our strategic direction.

Mission Statement: "Serving for Your Success"

Core Values: Trustworthy, Excellence, Listen, Unity and Educate

Vision Statement: "At Valley, each member will see us as their primary financial partner. We will provide all members with personal and professional experiences that differentiate us from our competitors."

We take pride in the fact that we are a member-owned, financial cooperative. That's right, you own us and we work for you. We will always do our best to serve you in a way that you can succeed financially. As a member of the cooperative, you will receive better rates and be charged fewer fees than banks that offer the same products and services.

In 2017, Valley is celebrating its' 60th anniversary of serving our members in the Greater Salem area. Community is a significant part of our identity. The credit union and its employees are actively engaged with community events donating both their time and funds.

Financially, the credit union is very stable with a net worth ratio of 11.04% at the end of 2016. This reflection of financial health is well above both regulatory standards and the average of our credit union peer group.

Thank you for your membership,

Denny Nielsen
Board Chair

Pat Force
President and CEO

2016 Board of Directors

Denny Nielsen, Chair
Marilyn Bacon, Vice Chair
Tyler Clark
Rob Kansky
Kathleen Noll
Adam Tallinger
Patrick Vance

2016 Supervisory Committee

Rob Kansky, Chair
Lee Espey
Earlene Naylor
Jeff Scofield

SUPERVISORY COMMITTEE REPORT

Each year, your Supervisory Committee hires an independent accounting firm to evaluate the soundness of Valley Credit Union's operations and activities. This ensures that management implements sound internal controls and maintains practices and procedures that adhere to generally accepted accounting principles (GAAP). In doing so, they carry out the following primary responsibilities:

- Protection of members' funds and interests
- Safeguarding of assets
- Compliance with regulations, policies and procedures
- Reliability of financial records

Based on the results of the 2016 annual audit performed by certified public accountants Moss Adams LLP, I'm pleased to share our conclusion that Valley Credit Union has adequate financial controls and is financially sound. A copy of their audit is available to members upon request.

Rob Kansky
Chair

Loan Products

Mortgage
Home Equity
Auto / RV
Credit Card
Personal
Business

Account Access Services

Mobile Banking
Online Banking
Bill Pay
Credit / Debit Cards
30,000 Free ATMs

Deposit Accounts

Checking
Savings
Money Market
Certificate of Deposit
IRA's

Web / Phone

www.valleycu.org
503.364.7999
800.273.6962

Location

2096 Mission St, SE
Salem, OR 97302

Mail

PO Box 12903
Salem, OR 97309

Federally Insured by the NCUA

