

2022
ANNUAL
REPORT



WASATCH
PEAKS

UTAH † REACH YOUR PEAK!™ † SINCE 1930

2022 ANNUAL MEETING MINUTES

Held Thursday, March 24, 2022 at Walker Cinemas, North Ogden, Utah

Chairman Mark Ramsey welcomed members to the 92nd Annual Meeting of Wasatch Peaks Credit Union. Board member Mike Enz led the members in The Pledge of Allegiance. The invocation was given by board member Curtis Smout. Chairman Ramsey called the business meeting to order at 5:32 p.m. and Secretary Hellewell conducted a roll call of the board members. Board Members in attendance were Brad Egbert, Mike Enz, Bill Frye, Cindi Hellewell, Gary McDaniel, Mark Ramsey, Randy Rounds, Curtis Smout, Todd Skeen, Jeff Shaw, and Nanette Combe. Ashley Loftus and Spence McArthur welcomed representatives from the Ogden School and Weber School Foundations. They presented checks to each foundation in the amount of \$5,000. Wasatch Peaks Credit Union loves to help these foundations fulfill their mission of helping students in our area.

Mr. Ramsey referred members to the minutes of the 2021 Annual Meeting and called for a motion to approve them. Motion was made by Curtis Smout and seconded by Brad Egbert. Motion carried unanimously.

Chairman Ramsey suggested members read the Chairman's Report, Supervisory Committee Report and the President's Report included in the 2022 Annual Report. Mark mentioned that, although 2021 was a challenging year for all of us, Wasatch Peaks had a banner year and served our membership like never before. The credit union far exceeded all of the strategic goals for the year. Mark thanked the employees for all their hard work and dedication this past year. Mark talked about our newest branch out in Plain City. It is a beautiful branch and will serve the growing community of Plain City for years to come. Mark then let the membership know that we are in the process of a major remodel of our Roy branch. This is our busiest branch and our oldest and most outdated branch. It will have the same look and feel of our Plain City branch and will help us better serve our wonderful members out in the Roy area. We are also looking at smaller remodels of the interior of our other branches. We are looking forward to 2022. We hopefully have COVID behind us, but we know there will be challenges come up this year. We are confident that we can all work together and overcome whatever challenges come our way.

Chairman Ramsey introduced Supervisory Committee members George Kruitbosch, Max Ferre, Steve Jeffs and Val Parrish and thanked them for their dedicated service to Wasatch Peaks. George Kruitbosch, Chairman of the Supervisory Committee, asked Mark to review his report with the membership. Mark mentioned that the supervisory committee worked alongside the internal audit department to ensure policies and procedures are followed. They also conduct cash counts and audits of each of our branches. They work with the auditing firm Eide Bailly to ensure the credit union receives an annual audit of the financial statements. The credit union received an unqualified opinion audit for the year 2021.

President Shaw thanked the members for coming out tonight. He was grateful to be back at Walker Cinemas this year, thanked our wonderful volunteers and employees for making Wasatch Peaks such a great credit union. Jeff mentioned the benefits of belonging to a credit union, that they are member-owned cooperatives, and depend upon volunteer boards of directors. Jeff also thanked Walker Cinemas for letting us take over their movie theaters tonight. Jeff thanked the membership for helping us donate to the local foundations and charities. Jeff talked about our skip-a-payment program, that allows members to skip their loan payments during the Holidays for a \$25 fee. Those fees all go to charitable organizations in our communities. He also mentioned the Warm the Soles program, where members donate money to provide new shoes for less fortunate children in our local schools. This past year Wasatch Peaks raised over \$50,000 and was able to provide over 1,500 pair of brand new Nike shoes to children in the Ogden and Weber school districts. Jeff talked about the growth experienced at Wasatch Peaks. Currently there are: 7 branches, 130 employees, 35,000 members with \$400 million in deposits and \$380 million loaned out to members. The Credit Union finished the year with total assets of \$465 million and was able to add over \$6 million to reserves during 2021, bringing to capital to \$49.5 million or 10.89% of assets. Jeff cautioned that through the growth Wasatch Peaks should not lose sight of its beginnings, striving to keep the same personal service, no matter how much it grows. According to the NCUA's guidelines, Wasatch Peaks is well capitalized and is a safe and sound financial institution. Wasatch Peaks is a strong, stable, and growing credit union.

Chairman Ramsey asked if there was any old business that needed to be brought before the board. None was brought forth. Mark then asked if there was any new business. None was brought forth. Chairman Ramsey announced the results of this year's board election. There were 4 seats up for election this year with 4 members running for those seats. Mark announced that Bill Frye, Cindi Hellewell, Todd Skeen, and Randy Rounds were reelected by acclamation to the board of directors of Wasatch Peaks Credit Union.

Chairman Ramsey thanked all who participated in the election and encouraged members to be involved in the credit union. Mark then called for a motion to adjourn the meeting. Motion was made by Randy Rounds and seconded by Mike Enz to adjourn the 2022 Annual Meeting of Wasatch Peaks Credit Union. The meeting adjourned at 5:56 p.m. 🏔️

Cindi Hellewell
Secretary

SUPERVISORY COMMITTEE REPORT



It is my distinct privilege to submit the Wasatch Peaks Credit Union's Annual Supervisory Committee Report. The Supervisory Committee provides many hours of volunteer service and allows the credit union to function properly. We work in conjunction with the internal auditing staff, as well as outside certified public accountants, to conduct various tests to make certain that policies and procedures are followed at the branch level and credit union wide.

I am pleased to report that the Wasatch Peaks Credit Union is in compliance with all federal, state, and local credit union regulations. The Supervisory Committee would like to commend the Board of Directors, our management team, and staff members for ensuring the strength and security of the Wasatch Peaks Credit Union. 🏔️

George Kruitbosch
Supervisory Committee Chair



\$127,323
DOLLARS DONATED

COMMUNITY IMPACT



19 COMMUNITY
PARTNERSHIPS



150
VOLUNTEERS



790 HOURS
VOLUNTEERED



43 COMMUNITY EVENTS
ATTENDED & SUPPORTED



\$51,240 DOLLARS RAISED
IN MEMBER DONATIONS
FOR WARM THE SOLES



1279 PAIR OF SHOES
WARM THE SOLES

Warm The Soles



Educating the Whole Child
The Weber Way

4 JR SCHOOL
5 HIGH SCHOOL
PARTNERSHIPS



27
SCHOOLS
SERVED



10,394
STUDENTS
ENROLLED

STUDENT FINANCIAL LITERACY



19 ELEMENTARY SCHOOL
PARTNERSHIPS

BOARD CHAIR REPORT



I never thought that we could have a year that would top 2021. But, then along came 2022! Our executive management team, management team, and team members again worked tirelessly to pull off another record breaking year for 2022. Any obstacle that came up was quickly overcome by our teams and they continued to forge on. Our Credit

Union continues to grow stronger each day to provide you, our loyal members, with everything you need ensure your financial needs are met. This is reflected by our five star rating in the credit union industry.

You, as members have most likely been into our corporate office, and/or one of our local branches and seen the "face lift" that each has received. Our Roy branch is now completed and if you haven't been out, you really need to stop in. Each of our branches have new state-of-the-art equipment to aid our staff in assisting our members.

Our dedicated employees had to work through this construction with difficult days. However, on the other side, each of them has expressed how much this aids them in taking care of our member's needs. I and the Board would like to personally thank each of our dedicated and loyal Wasatch Peaks team members for their hard work in 2022.

2023 has started off with a bang and is taking the financial world in a whole new direction. We as a board, along with our executive management team, feel that Wasatch Peaks is very sound and strong and can weather the storm that we are navigating through this coming year. But we'll talk about that next year.

I want to thank the Board of Directors for their dedication to the Credit Union. Our positions are volunteer position and we are not compensated as an employee of the credit union. Additionally, The Supervisory Committee is a group of dedicated professional volunteers who meet regularly to insure that the policies and procedures, along with all credit union regulations are being met and adhered to by our staff.

Our Executive Management team is a group of educated professionals that have continued to lead by example the teams that they oversee here at Wasatch Peaks.

And, thank you to you, our members, for your confidence in Wasatch Peaks to continue to provide you with all your financial needs. 🏔️

Respectfully,
Mark Ramsey
Board Chair

PRESIDENT'S REPORT



I am excited we get to meet at Walker Cinemas again this year for our annual meeting. We were forced to take a 2-year hiatus, thanks to the pandemic, and it was so good to back together here last year. This year should be just as fun.

We finally had a year with little impact from COVID-19 in 2022, but the year was not without its challenges. Towards the end of 2021, inflation started to climb and reached numbers we hadn't seen in decades. This trend continued into 2022 and the year-over-year inflation rate peaked at 9.1% in June, the highest rate since 1981. In response to these inflation numbers, the Fed began raising interest rates in March and kept right on raising them throughout the year. We started 2022 with a Prime interest rate of 3.25% and ended the year at 7.50%.

The combination of high inflation and high interest rates has had a significant impact on peoples' lives. High inflation makes it more difficult to afford almost anything...have you seen the cost of eggs? The hope is that higher interest rates will decrease consumer spending and lead to lower inflation over time. These high interest rates have certainly impacted Wasatch Peaks and our members. We are excited for our "savers" to finally be able to get a good rate of return on their deposits. The struggle is now with our members who need loans for homes, cars, education, or whatever, as loan rates have increased significantly over a very short period of time. I want you to all know that we look at market rates daily and try to provide the very best rates to our members...whether they are looking for a safe place to deposit money or an affordable place to borrow money.

Having said all that, Wasatch Peaks came through 2022 in very good financial shape. The credit union experienced substantial deposit and asset growth during 2022. Total deposits increased \$55 million, while loans grew by nearly \$110 million. Wasatch Peaks is a \$571 million credit union, with 35,000 members and is currently the 11th largest credit union in Utah. Our net income for the year added \$4.9 million to our reserves, bringing our total capital to \$54.3 million or 9.72% of our assets. According to the guidelines set forth by the National Credit Union Association (NCUA), Wasatch Peaks is well capitalized and is a safe and sound financial institution.

I want to thank you all for being valued members of Wasatch Peaks. We have amazing volunteers and employees who care deeply about the credit union. Our promise is to keep working hard to improve the lives of our members, we couldn't do what we do without you. 🏔️

Jeff Shaw
President/CEO

2022 FINANCIAL STATEMENTS

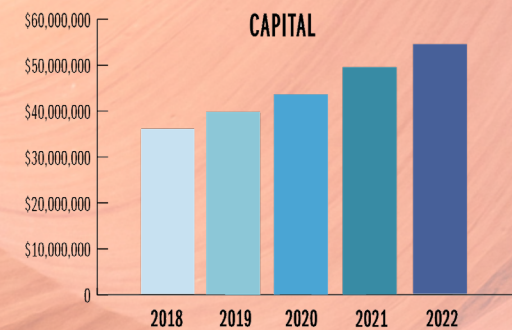
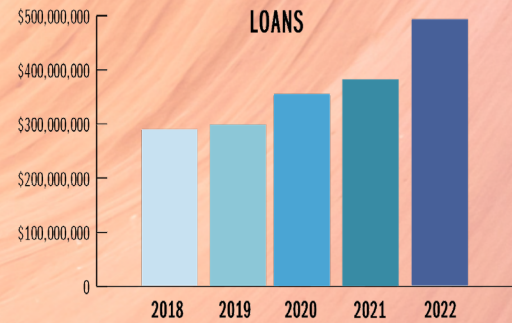
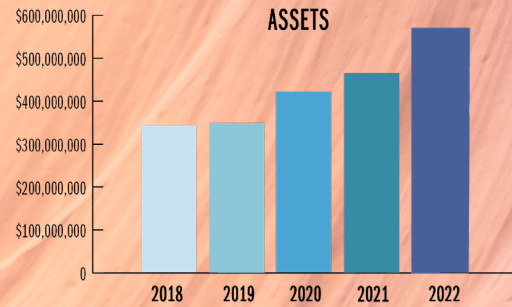
As of December 31, 2022 and December 31, 2021

STATEMENT OF FINANCIAL CONDITION

ASSETS	2022	2021
Cash	2,624,491	2,832,159
Loans (net)	489,769,185	379,950,707
Investments	12,539,389	25,835,579
Fixed Assets (net)	22,320,177	18,815,292
Repossessed Assets	83,500	56,946
Intangible Assets	4,340,835	4,340,835
NCUA Share Insurance Fund	3,981,661	3,686,829
Other Assets	35,768,921	29,425,176
TOTAL ASSETS	\$571,428,159	\$464,943,523
LIABILITIES		
Notes Payable	46,000,000	-
Other Liabilities	2,573,361	1,779,174
Total Liabilities	\$48,573,361	\$1,779,174
SHARES/DEPOSITS		
Member Shares	154,621,233	158,322,150
Certificates of Deposit	111,553,555	77,702,066
Money Market	71,847,639	78,934,709
Checking	92,704,287	94,092,521
IRA	2,949,396	3,375,562
School Advantage	510,580	659,515
Christmas Club	481,793	404,988
Health Savings Accounts	96,566	126,787
Non-Member Deposits	33,757,000	-
Total Shares/Deposits	\$468,522,049	\$413,618,298
EQUITY		
Undivided Earnings	44,370,609	39,469,467
Equity Acquired in a Merger	10,078,504	10,078,504
Unrealized Gain/(Loss) on Investments	(116,365)	(1,920)
Total Equity	54,322,748	49,546,051
TOTAL LIABILITIES, SHARES, & EQUITY	\$571,428,159	\$464,943,523

STATEMENT OF EARNINGS

	2022	2021
INTEREST INCOME		
Interest on Loans	17,910,098	14,878,839
Interest from Investments	453,281	319,000
Total Interest Income	\$18,363,378	\$15,197,839
INTEREST EXPENSE		
Dividends and Interest	3,124,432	1,414,879
NET INTEREST INCOME	\$15,238,946	\$13,782,960
PROVISION FOR LOAN LOSSES	413,540	388,857
NET INCOME AFTER PROVISION FOR LOAN LOSSES	\$14,825,406	\$13,394,103
OTHER OPERATING INCOME	\$7,829,551	\$8,378,528
OPERATING EXPENSES		
Compensation & Benefits	9,572,245	9,117,571
Occupancy & Operations	4,066,981	3,766,731
Loan Servicing Expense	1,178,750	973,016
Professional Services	1,238,201	772,748
Marketing & Public Relations	823,514	668,188
Training & Education	250,013	154,588
Supervision & Examination Fees	70,966	80,576
Other Operating Expenses	436,589	284,054
Total Operating Expenses	\$17,637,259	\$15,817,472
NET OPERATING INCOME	\$5,017,698	\$5,955,159
NON-OPERATING (INCOME)/LOSS		
(Gain)/Loss on Sale of Assets	-	-
(Gain)/Loss on Investments	-	-
Other Non-Operational (Income)/Loss	116,554	(51,362)
Total Non-Operating (Income)/Loss	116,554	(\$51,362)
NET EARNINGS	\$4,901,144	\$6,006,521



2022...BY THE NUMBERS

Here are some facts and figures from 2022:

Total Members	34,536
Total Assets	\$571,428,159
Total Shares	\$468,522,049
Total Loans	\$491,551,828
Net Worth	9.72%
Return on Assets (ROA)	.95%
Total Website Sessions	818,406
Total Online/Mobile Banking Logins	4,001,149
Total Online/Mobile Transactions	636,052
Total Member Branch Transactions	348,125
Total Remote Deposit Items	14,319
Total Member Service Center Calls	122,014
Total Dollars Donated	\$127,323
Total Volunteer Hours	790
Total Partner Events Attended	43
Total Employees Volunteering	150



WASATCH PEAKS

CREDIT UNION

Reach your peak!™

