

**2016
ANNUAL
REPORT**



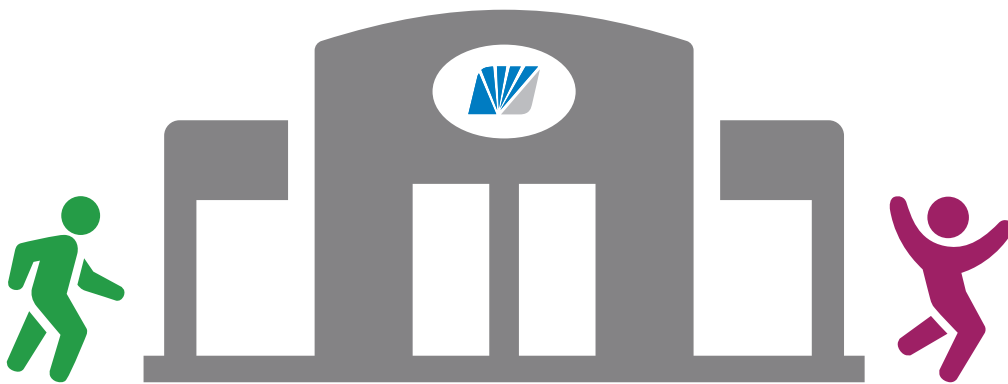
We continued our commitment to serve you.

Team IHMVCU is
109,545
members strong.



We're happy to welcome the
15,177
new members who joined in 2016.

You were enterprising. We were supportive.



361 new business members found the solutions they need at IHMVCU.



401 COMMERCIAL LOANS

Our business services team funded **401** commercial loans for local businesses, totaling **\$37,606,164.60**.

We made managing your money even easier.



2,044,418

BRANCH TRANSACTIONS

We helped members complete **2,044,418** transactions in our branches and through our Contact Center.



66,794

MOBILE DEPOSITS

Thanks to the IHMVCU mobile app, **66,794** mobile deposits were made, totaling **\$21,121,406.45**



42,322 ONLINE BRANCH USERS

Every day account access is simple for our **42,322** Online Branch users.



16,693

BILL PAY USERS

Avoiding late fees is even easier for our **16,693** Bill Pay users.



25,410

MOBILE APP USERS

We made it possible for **25,410** members to manage their money whenever, wherever with the mobile app.

We helped you find the perfect loan for your dream home.

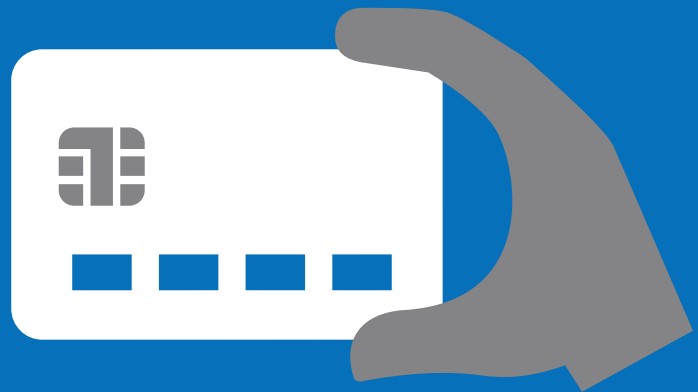
1,174 MORTGAGE LOANS

Whether you bought the house of your dreams, or refinanced your dream home with the perfect loan, IHMVCU funded **1,174** mortgage loans totaling **\$153,483,363**.



We made spending safer.

We issued **30,385** credit cards with EMV chip technology, making every credit card swipe a little safer for our members.



We helped you get the most out of your money.

IHMVCU members saved

\$108,000

at baseball games, hockey games, museums, theme parks, festivals, and more through our Member Advantages program.



We gave

\$1,049,895

back to our members through rebates, rewards and incentives.

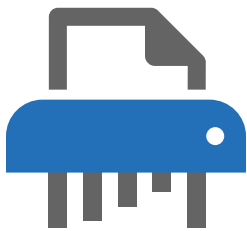


We made an impact in the communities we served.

On a corporate level, IHMVCU gave

\$117,875.27

back to the community through donations and sponsorships.



8,385

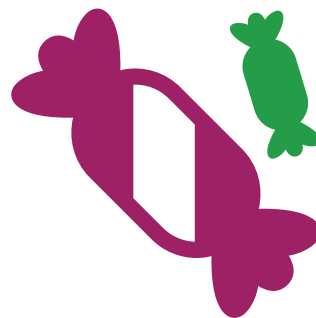
POUNDS OF SHRED

We helped our members securely shred **8,385** pounds of sensitive documents at our annual shred day.

1,850

POUNDS OF CANDY

We made community parades a little sweeter by handing out **1,850** pounds of candy in 2016.



\$26,000

IN SCHOLARSHIPS

We awarded **26** \$1,000 scholarships to students in the IHMVCU service area to help make college more affordable.

**Thanks for being a part of Team IHMVCU in 2016;
let's see how much good we can do together in 2017.**

Statement of Financial Income

	2016	2015
ASSETS		
Loans to Members	\$877,666,576	\$737,957,960
Accrued Interest	\$3,774,609	\$1,435,922
Reserve for Loan Loss	\$(3,668,527)	\$(3,043,305)
Cash	\$49,377,667	\$45,673,211
Government Securities	\$97,455,901	\$98,797,262
Equity Investments	\$4,217,011	\$2,709,463
Investments in Alloya Corporate CU	\$300,000	\$300,000
Furniture and Fixtures (net of depreciation)	\$2,475,669	\$2,677,647
Building and Land (net of depreciation)	\$17,640,282	\$12,560,498
NCUA Insurance Fund	\$7,836,148	\$7,248,850
Other Assets	\$28,928,916	\$55,488,855
Total Assets	<u>\$1,086,004,252</u>	<u>\$961,806,363</u>
LIABILITIES AND MEMBERS EQUITY		
Shares of Members	\$671,793,213	\$638,799,556
Term Deposits	\$277,299,457	\$212,096,503
Accrued Certificate Dividends Payable	\$192,876	\$118,182
Other Liabilities	\$42,023,147	\$21,797,394
Total Liabilities and Shares	<u>\$991,308,693</u>	<u>\$872,811,635</u>
Regular Reserve	\$18,545,372	\$18,545,372
Secondary Capital	\$1,000,000	--
Undivided Earnings	\$69,702,734	\$65,207,451
Other Reserves	\$715,661	\$746,622
YTD Net Income	\$4,731,792	\$4,495,283
Total Members Equity	<u>\$94,695,559</u>	<u>\$88,994,728</u>
Total Liabilities, Shares & Members Equity	<u>\$1,086,004,252</u>	<u>\$961,806,363</u>

Income Statement

INCOME		
Interest on Member Loans	\$32,267,241	\$28,802,973
Interest on Investments	\$2,443,581	--
Other Income	\$21,215,477	\$17,626,618
Total Income	<u>\$55,926,299</u>	<u>\$46,429,591</u>
EXPENSES		
Dividend & Interest Expense	\$6,233,737	\$4,549,518
Other Expenses	\$44,960,770	\$37,384,790
Total Expenses	<u>\$51,194,507</u>	<u>\$41,934,309</u>
Net Income	<u>\$4,731,792</u>	<u>\$4,495,283</u>

Dear members,

Big things happened for IHMVCU in 2016, and we're thrilled you were a part of our journey.

In the past year we grew a lot with your help. 15,177 new members joined team IHMVCU, making us 109,545 members strong. Our growth is the direct result of the trust you place in us. Because of you, we're able to provide the insight, enthusiasm, compassion and thoughtful navigation necessary to guide even more members, small businesses and community organizations on their path to financial success.

The more members we serve, the bigger impact we can make in our communities. As a not-for-profit financial cooperative, we use profits to benefit you in the form of lower loan rates, better deposit rates and financial support for the community causes and organizations you care about most. In 2016, we donated \$90,075 dollars to community organizations, including Boys and Girls Club, Big Brothers Big Sisters and the United Way.

Our commitment to community impact isn't limited to corporate contributions. In 2016, our remarkable team members volunteered over 700 hours to community causes and charities like QC Paws, Junior Achievement, Quad Cities Youth Sports Foundation, Dress for Success, Habitat for Humanity and more. They put on bake sales, organized raffles, and even delivered boxed lunches to raise funds for Toys for Tots, Moline Police Department Kids & Cops Holiday Shop and Royal Family Kids Camp—and raised \$9,000!

And what about your benefits? In 2016 you saved \$108,000 on baseball and hockey games, museums, local pools, festivals and more thanks to our Member Advantages program. That's just a small part of the \$1,049,895 you got back through rebates, rewards and incentives.

As your credit union, we're committed helping you find your financial success – whether it's through a car loan to get you to work, a savings account to help you meet your goals, or just a conversation that helps you better understand your financial situation.

In 2016 we laid the groundwork to be your pathfinders – to help you every step of the way on your financial journey. Looking forward, we believe 2017 will be even more groundbreaking, for us and for you. We want to save you more money, help you reach more goals, and make an even bigger impact in the cities we live and play in.

Here's just a few things you can look forward to in the coming year: a new website that makes finding the products and services you need even easier, an improved online branch experience for business members and a comprehensive financial health program designed to help members at every marker on the trail find a clear path to their next goal.

We did a lot together in 2016, and we can't wait to do even more with you in 2017.

Respectfully submitted,



Brian Laufenberg
President and CEO



Thomas Terronez
Board of Directors, Chair

Board of Directors

Tom Terronez, Chair

Tim Considine, Vice Chair

Larry Wiemers, Secretary

Megan Early

Tom Kale, Jr.

Cathy DeFauw-Lehman

Chip Irwin

Jeff Carr

Sam Kupresin

Ajay Singh

Supervisory Committee

Jeff Carr, Chair

Ajay Singh, Secretary

Tom Kale

Cathy DeFauw-Lehman

Chip Irwin

Sam Kupresin

Supervisory Committee Report

The Supervisory Committee is an independent auditing committee that evaluates the soundness of IH Mississippi Valley Credit Union's operations and activities, ensuring management's sound internal controls and adherence to best practices in accounting policy and procedure.

The committee meets regularly to ensure that members' funds and interests are protected. By closely monitoring industry trends, we confirm compliance with regulations, policies, and procedures as well as the reliability of financial records. At the request of the Board of Directors, members of the Supervisory Committee also serve on other standing and special committees.

An independent accounting firm is retained by the committee to perform annual financial audits and issue certified statements as it relates to IH Mississippi Valley Credit Union's overall financial condition.

Based on the results of the 2016 annual audit performed by certified public accountants CliftonLarsonAllen LLP, as well as audits conducted by the National Credit Union Administration and the Department of Financial Institutions, we conclude that IH Mississippi Valley Credit Union has adequate financial controls and is financially sound.

Respectfully submitted,



Jeff Carr

Supervisory Committee, Chair

MISSION STATEMENT

IHMVCU is a member-owned cooperative dedicated to helping our members, our staff and our communities along their financial journeys.

IN THE QUAD CITIES

2839 AAA Court Bettendorf, IA 52722

201 East 3rd Street Davenport, IA 52801

2102 East Kimberly Road Davenport, IA 52807

3646 West Kimberly Road Davenport, IA 52806

358 17th Avenue East Moline, IL 61244

801 Tech Drive Milan, IL 61264

1118 5th Avenue Moline, IL 61265

2101 52nd Avenue Moline, IL 61265

4206 5th Avenue Rock Island, IL 61201

685 Avenue of the Cities Silvis, IL 61282

OUTSIDE THE QUAD CITIES

1703 11th Street DeWitt, IA 52742

1215 Monmouth Blvd. Galesburg, IL 61401 (drive-up only)

404 West Carl Sandburg Drive Galesburg, IL 61401

337 Tenney Street Kewanee, IL 61443

2 AmericInn Way Monmouth, IL 61462

334 Washington Street Prophetstown, IL 61277

403 South Gear Avenue West Burlington, IA 52655

309-793-6200 | 800-722-0333

Federally Insured by NCUA | ihmvcu.org

Equal Housing Opportunity | NMLS 463074

