



BEACON

COMMUNITY CREDIT UNION

2010

ANNUAL REPORT

BOARD OF DIRECTORS

Debbie Braun
James Cissell
Raymond Jacobi
Kenneth Jinks
Norman Nicholas
David Shuff
William Smith
William Wacker
Robert Weiter

EXECUTIVE BOARD

Raymond Jacobi	Chairman
Norman Nicholas	Vice Chairman
Robert Weiter	Treasurer
Debbie Braun	Secretary

SUPERVISORY COMMITTEE

Mike Lally, Chairman
Pam Costelle
Teresa Nalley
Randy Rowe
Glenn Snider
Travis Willis

MANAGEMENT STAFF

Jeffrey J. Roberts	President/CEO
Penny Haseker	Chief Operations Officer
Marina Banta	Chief Financial Officer
Dan Howell	Vice President Lending
Donna Johnson	Vice President Member Services

CHAIRMAN'S REPORT

By Raymond Jacobi

It brings me great pleasure to be able to report to you that your Credit Union is safe and sound. In our current economic environment of government bailouts and financial institution failures, your Credit Union stands strong. We do not participate in subprime lending nor do we hold any investments backed by subprime mortgages.

Assets grew 4.27%. Savings grew 5.11%. Loans declined 0.05%. Your Credit Union is well capitalized with a ratio of 11.02% at the end of 2009. The Board, Supervisory Committee, and staff work very hard to ensure your Credit Union remains the sound financial institution you have always enjoyed.

Each year your Board, Supervisory Committee, and Senior Management holds a strategic planning session to review the goals accomplished the past year and establish financial and service goals for the next year and future years. Each goal is discussed and set with your needs in mind. You have expressed to us in many ways and for several years that convenience and service is as important as the financial products.

With this thought in mind, we have provided you with 24/7 access to your funds using the Audio Response Teller and Home Branch. Our shared branches at Dixie Highway and Goose Creek are open Monday through Saturday. We expanded our in-house mortgage lending products to include loans up to 30 years.

Our products and services make it easy for us to be your primary financial institution.

My thanks to the Board, Supervisory Committee, and staff for all they give to make sure your Credit Union remains the best it can be.

My sincere thanks to you for your continued support.

PRESIDENT'S REPORT

By Jeffrey J. Roberts

On behalf of the staff, thank you for your support and trust.

All of the men and women, serving you as front line tellers and member service officers, loan processors and loan officers, accounting, marketing and management staff, strive every day to deliver your Credit Union's products to you with a smile and quality service. I believe they all do this very well and I am very proud of them. We believe that Member Service is an Attitude, not a department.

Your Board, Supervisory Committee, and staff are very serious about providing you, our members, with quality financial products and delivering those products in the most convenient and personable way possible. The plans and goals for your Credit Union are not made in one or two meetings but with a huge amount of research, discussion, and planning. We want to be the primary financial institution for you and your family for many years to come. Quality service and the

privacy of your financial information is our top priority.

I want to thank the Board of Directors, Supervisory Committee, and the staff for their support and their continued commitment to our members.

SUPERVISORY COMMITTEE

By Mike Lally, Chairman

The Supervisory Committee is appointed by the Board of Directors and is assisted in its work by an independent auditing firm.

Principal responsibilities of the Supervisory Committee include confirming the performance of the audits to ensure the records and reports are prepared promptly and that they accurately reflect the results of the Credit Union's operations and its financial position. Reviews of operations and internal controls are also made to ensure that they are effective and adequate to protect the Credit Union.

The independent audit firm of Schmidt and Associates conducted the annual audit for 2008. No material exceptions were noted in the audit. Minor exceptions noted were corrected during the fieldwork of the audit. They are currently conducting the annual audit for 2009.

I want to thank the members of the Supervisory Committee for their diligence this past year and I look forward to working with them in the future.

FINANCIAL REPORT

BEACON COMMUNITY CREDIT UNION
STATEMENT OF CONDITION
12/31/2009

ASSETS

Loans To Members	21,436,591
(Net allowance for loan and share losses \$171,663)	
Cash and Cash Equivalents	2,582,004
Investment Securities	9,911,838
Accrued Interest Receivable	98,103
Property and Equipment	2,220,520
Share Insurance Deposit	373,719
Other Assets	<u>3,227,200</u>

TOTAL ASSETS	\$ <u>39,849,976</u>
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LIABILITIES AND MEMBERS EQUITY

Liabilities

Members Share and Savings Accounts	35,006,893
Notes Payable	-
Accrued and Other Liabilities	<u>445,785</u>

Total Liabilities	35,452,678
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Reserves and Undivided Earnings	4,397,297
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Total Liabilities and Equity	\$ <u>39,849,976</u>
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This is a condensed statement of condition reflecting the full audited financial report, which can be viewed at any time during normal business hours at the main office of the credit union.