JEFFERSON COUNTY
FEDERAL CREDIT UNION

A COMMUNITY CREDIT UNION

Board Packet

Your savings federally insured to at least $250,000
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NCUA

National Credit Union Administration, a U.S. Government Agency

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*** Indicates Documentation Attached**

JEFFERSON COUNTY FEDERAL CREDIT UNION

MINUTES - BOARD OF DIRECTORS MEETING

DATE: October 28, 2009
TIME: 8:30 A.M.
LOCATION: Board Room – Main Office

Roll Call

William Eskridge - Chairman	(WE)	Present
Steve Schweitzer - Vice-Chairman	(SS)	Present
Wendell Wright – Treasurer	(WW)	Present
Ed Davis - Secretary	(ED)	Present
Larry Dodson - Director	(LD)	Present
Marilynn Hettich - Director	(MH)	Excused
Barbara Hays - Director	(BH)	Present
Susan Clifton – Supv. Comm.	(SC)	Present
Stan Robinson – Supv. Comm.	(SR)	Present
Joshua Jackson – Supv. Comm.	(JJ)	Present
Gary Fischer – Supv. Comm.	(GF)	Present
Carl Hicks - President and CEO	(CH)	Present
Gary Edelen – Sr. Vice President	(GE)	Present

Chairman Eskridge called the meeting to order at 8:30 AM.

A motion was made by LD and duly seconded by WW to approve the minutes of 09-23-09, 09-24-09 and 10-14-09. Vote Taken – Motion Carried.

All correspondence listed was discussed and explained to the Board's satisfaction by CH.

TREASURER'S REPORT
WW reported the following. The key ratios and other pertinent data for the most major areas impacted (before CUSIP & NCUA assessment and after) are compared below. Our YTD bottom line without the assessment expense is within $4,900 of YTD budgeted income even with the extra funds put in the ALLL account. Loan income is lagging. Our loan and share growth have surpassed our projections but loans only made it recently accounting for the lag in income. There was a decrease in deposits from the previous month of $850,000 leaving an increase of $8,000,000 year to date. Loan volume for the month showed a decrease of $324,000 and net loans showed a decrease of $46,000 leaving an increase of $2,100,000 year to date. We will continue to closely monitor the competition and the overall operation for additional adjustments to dividend and income to benefit the members.

FINANCIAL DETAIL COMPARISON

Major Areas of Impact	REASON	BEFORE	AFTER	Difference
Assets	**CU-SIP**	**94,968,543**	**119,968,543**	**25,000,000**
Average Assets	**CU-SIP**	**93,456,828**	**115,679,050**	**22,222,222**
Investment Balance	**CU-SIP**	**50,123,091**	**75,123,091**	**25,000,000**
NET WORTH	**CU-SIP**	**13.66%**	**10.81%**	**-2.85%**
Long Term Assets	**CU-SIP**	**23.24%**	**18.40%**	**-4.84%**
Total Loans / Assets	**CU-SIP**	**41.69%**	**33.00%**	**-8.69%**
Fixed Assets	**CU-SIP**	**1.68%**	**1.33%**	**-0.35%**

INC- NET- YTD	**NCUA**	**495,123**	**112,136**	**-382,987**
Return on Average Assets	**NCUA**	**0.71%**	**0.13%**	**-0.58%**

A motion was made by LD and duly seconded by ED to approve the report as printed and presented. Vote Taken - Motion Carried.

PRESIDENT'S REPORT

CH discussed and explained all of the printed report that ultimately becomes a part of these minutes as well as the additional items enumerated below.

1. An update was given regarding NCUA assessment and how additional future hits might be handled particularly as it pertains to PIC at KCFCU.
2. It was noted that to date WW, SS, ED, LS and CH had committed for the KCFCU economic conference.
3. Per an NCUA webinar last week, the CUSIP program will not be renewed so our assets will reduce by $25,000,000 next February. All forecasting, budgeting and projections will be based on the deflated figure for 2010.
4. A report was given on the letter received from Bramco Federal Credit Union regarding a merger. A motion was made by LD and duly seconded by SS to authorize CH to pursue the possibility of taking this group in to our credit union. Vote Taken - Motion Carried.

A motion was made by SS and duly seconded by BH to approve the entire report as printed and discussed. Vote Taken – Motion Carried.

SENIOR VICE PRESIDENT'S REPORT

GE reported that we had 69 TV and 64 radio commercials on three stations. Our business development person has been working on outside marketing and is doing some on site enrollments. We are also pursuing a limited offer from WBKI and one of our commercials was updated as the other version was 4 years old. A motion was made by SS and duly seconded by BH to approve as printed and discussed. Vote Taken - Motion Carried.

ANNUAL MEETING COMMITTEE - No Report

EMPLOYEE GRIEVANCE COMMITTEE - No Report

EXECUTIVE COMMITTEE – No Report

FACILITIES COMMITTEE – No Report

INVESTMENT & ASSET/LIABILITY COMMITTEE - Contained in President's report.

MARKETING COMMITTEE - Contained in President's report.

NOMINATING/BYLAWS COMMITTEE – No Report

PERSONNEL & POLICY COMMITTEE – No Report

PLANNING COMMITTEE

CH requested that all officials respond to Leah regarding their attendance 11-21-09 by 11-17-09.

POLICY COMMITTEE– No Report

RISK MANAGEMENT COMMITTEE - No Report

SUPERVISORY COMMITTEE

SC reported that the committee met and authorized the BSA audit for 2009.

UNFINISHED BUSINESS - None

NEW BUSINESS

A motion was made by SS and duly seconded by LD to approve the loan officer's report. Vote Taken - Motion Carried.

A motion was made by ED and duly seconded by BH to approve the Investment & Asset Liability/Committee's report. Vote Taken - Motion Carried.

A discussion ensued about some of the calls received from members regarding the ID Recovery Service fee initiated 08-01-09 with the first monthly charge deducted 10-15-09. About 50 people have complained and were refunded their money and dropped from the program after filling out an “opt out” form. We feel that additional calls will come after the statements are mailed next week. A total of 4,700 accounts were actually charged after eliminating same household duplications.

A motion was made by SS and duly seconded by ED to adjourn at 9:25 AM. Vote Taken - Motion Carried.

Chairman | Secretary

JEFFERSON COUNTY FEDERAL CREDIT UNION
MINUTES - BOARD OF DIRECTORS SPECIAL MEETING

DATE: November 11, 2009
TIME: 8:30 A.M
LOCATION: Holiday Inn – Hurstbourne Lane

Roll Call

William Eskridge - Chairman	(WE)	Present
Steve Schweitzer - Vice-Chairman	(SS)	Present
Wendell Wright – Treasurer	(WW)	Present
Ed Davis - Secretary	(ED)	Present
Larry Dodson - Director	(LD)	Excused
Marilynn Hettich - Director	(MH)	Present
Barbara Hays – Director	(BH)	Excused
Carl Hicks – President and CEO	(CH)	Present

Chairman Eskridge called the meeting to order at 8:30 A. M. The following items were discussed and CH's report and the attachments becomes a part of these minutes.

1. **Financials –** Financials were discussed in depth particularly relating to the additional write off of $145,00 of paid in capital at KCFCU that will happen by year end.

2. **Deposit & Loan Rates** – Still very competitive in all areas.

3. **Other Meetings** – Louisville Chapter Legislative Meeting 11-17-09, Planning 11-21-09..

4. **FED's New Credit Card Rule** – We are no longer obligated to comply via a special mailing. HR 3606 was passed in the House and the Senate. President Obama signed it 11-06-09.

5. **HV BRANCH ACTIVITY** – See Below – If progress continues we may look at some sort of staff enhancement.

Current Month	2008 =	3,489	2009 =	3,428	Difference -61	
Year To Date	=	31,285	=	32,737	Difference +1,452	
Working Days			=	210	Difference +6.9	Daily

6. **Fifth Third Problem** – Townsend – No additional word yet.

7. **Equipment** – We have ordered two replacement PCs.

8. **457 Plan** – SS and I met with the CUNA representative 11-06-09. CH advised that he is not retiring in April and will go the additional two years. He advised GE is undecided about January 2011 but will let us know by late spring of next year.

9. **Foreclosure Sale** – Townsend – No additional word yet.

10. **Rules of Election** – A motion was made by WW and duly seconded by ED to approve the rules of election for the 2009 annual meeting to be held in 2010. Vote Taken - Motion Carried.

11. **Staff Christmas Party and Gifts for 2009** – A motion was made by SS and duly seconded by ED to approve these items in the same amount and ranges as the prior year per the approved budget. Vote Taken - Motion Carried.

12. **2010 MEETING 2ND WEEK DATES** – Our normal venue is available January through November with the exception of October. It was agreed we would go the second Tuesday in October.

All the above items were discussed and reviewed by the Board. There being no further business WE declared the meeting adjourned at 9:30 A.M.

________________________ ________________________
Chairman Secretary

REGULATORY ALERT

NATIONAL CREDIT UNION ADMINISTRATION
1775 DUKE STREET, ALEXANDRIA, VA 22314

DATE: **October 2009** **NO.: 09-RA-11**
TO: **Federally Insured Credit Unions**
SUBJ: **Amendments to the Mortgage Loan Provisions of Regulation Z (Truth in Lending) Implementing the Mortgage Disclosure Improvement Act (MDIA)**
ENCL: **Reg Z-TIL-Loans-Closed End Credit.xlsx**

Dear Board of Directors:
The Federal Reserve Board recently approved final rules that revise the disclosure requirements for mortgage loans under Regulation Z (Truth in Lending) to implement the Mortgage Disclosure Improvement Act (MDIA) enacted in July 2008 and amended in October 2008. The rules require consumers to receive good faith estimates of the required mortgage loan cost disclosures earlier in the mortgage process, extend the requirement to loans secured by dwellings other than the consumer's principal dwelling, and require waiting periods between the time disclosures are given and consummation of the transaction. These rules became effective July 30, 2009 and apply to all credit unions providing mortgage loans to their members.

For all closed-end mortgage loans secured by a home, including dwellings other than the consumer's principal residence, these rules require that credit unions:

- Deliver good faith estimates of mortgage loan costs, or place them in the mail, within three business days after receiving a consumer's application for a mortgage loan, and before any fees are collected from the consumer, other than a reasonable fee for obtaining the consumer's credit history;
- Wait seven business days after providing the good faith estimate before closing the mortgage loan; and
- Provide new disclosures with a revised annual percentage rate (APR), and wait an additional three business days before closing the mortgage loan, if the APR at the time of consummation differs from the APR stated in the early disclosures by more than 1/8 of 1 percentage point, as a general rule. (As a general rule, the accuracy tolerance is 1/8 of 1 percentage point in a regular transaction and 1/4 of 1 percentage point in an irregular transaction. An irregular transaction is one that includes multiple advances, irregular payment periods, or irregular payment amounts (other than an irregular first period or an irregular final payment). Refer to Section 226.22 of Regulation Z for further discussion regarding APR accuracy tolerances.)

The rules permit consumers to waive the early disclosure timing requirements to meet a bona fide personal financial emergency. A copy of the Federal Reserve Press Release, as well as a complete copy of the Federal Register Notice may be obtained at: http://federalreserve.gov/newsevents/press/bcreg/20090508a.htm. Examiners will use the enclosed questionnaire to review credit union compliance with the recent revisions to the regulation. If you have any questions regarding these rules, please contact your district examiner, regional office, or state supervisory authority.

Sincerely – Deborah Matz, Chairman

REGULATORY ALERT

NATIONAL CREDIT UNION ADMINISTRATION
1775 DUKE STREET, ALEXANDRIA, VA 22314

DATE: **October 2009** **NO.: 09-RA-12**
TO: **Federally Insured Credit Unions**
SUBJ: **Regulation D Amendments**

Dear Board of Directors:
The Board of Governors of the Federal Reserve System (The Board) recently announced amendments to Regulation D. These amendments reflect the annual indexing of the reserve requirement amounts for 2010.
Regulation D mandates that all depository institutions hold a percentage of certain types of deposits as reserves in the form of vault cash, as a deposit in a Federal Reserve Bank, or as a deposit in a pass-through account at a correspondent institution. Reserve requirements currently are assessed on the credit union's net transaction accounts (mostly share draft accounts). Credit unions must also regularly submit deposit reports of their deposits and other reservable liabilities.
A brief discussion of the terms and the amendments to this regulation is provided below.

Reservable Liabilities
Reservable liabilities consist of net transaction accounts, non-personal time deposits and Eurocurrency liabilities.

Net transaction accounts
Total transaction accounts consist of demand deposits, automatic transfer service accounts, NOW accounts, share draft accounts, telephone or preauthorized transfer accounts, and obligations issued by affiliates maturing in seven days or less. Net transaction accounts are total transaction accounts less amounts due from other depository institutions and less cash items in the process of collection.

Reserve requirements
Transaction account balances maintained at each credit union are subject to reserve requirement ratios of zero, three or ten percent.

- A zero percent reserve requirement applies to credit unions with total reservable liabilities that do not exceed the "reserve requirement exemption amount." For net transaction accounts in 2010, the first $10.7 million will be exempt from reserve requirements.
- A three percent reserve requirement will be assessed on net transaction accounts over $10.7 million up to and including $55.2 million for 2010.
- A ten percent reserve requirement will be assessed on net transaction accounts in excess of $55.2 million.

The Board also announced changes in two other amounts, the nonexempt deposit cutoff level and the reduced reporting limit that are used to determine the frequency with which credit unions must submit deposit reports. The calculation periods and deposit cut-off levels for reporting are addressed at the Federal Reserve Board's website at: http://federalreserve.gov/newsevents/press/bcreg/20091009a.htm. Should you have questions about the adjustments to Regulation D, please do not hesitate to contact your regional office or state supervisory authority.

Sincerely – Deborah Matz, Chairman

REGULATORY ALERT

NATIONAL CREDIT UNION ADMINISTRATION
1775 DUKE STREET, ALEXANDRIA, VA 22314

DATE: November 2009 **NO.: 09-RA-13**
TO: All Federally Insured Credit Unions
SUBJ: Home Ownership and Equity Protection Act

Dear Board of Directors:

The Board of Governors of the Federal Reserve System (FRB) has announced changes to the minimum level of points and fees that designate when lenders must provide borrowers disclosures required by Section 32 of Regulation Z, Truth in Lending. Section 32 of Regulation Z implements the Home Ownership and Equity Protection Act of 1994 (HOEPA). HOEPA protects consumers from deceptive and unfair practices in home equity lending by establishing specific disclosure requirements for certain mortgages that have high rates of interest or assess high fees and points.

One of my goals as NCUA Chairman is for this agency to be a strong advocate of initiatives to protect members from predatory and unsafe financial products. I believe that credit unions – as consumer-friendly alternatives to predatory lenders – should not regularly charge mortgage rates and fees as high as those described in this alert. Therefore, very few credit union real estate loans should require these additional disclosures. However, I understand that some risk-based loans may from time to time exceed the following annual thresholds.

Annually, the FRB revises the minimum threshold for the total amount of points and fees that require lenders to provide borrowers with disclosures mandated by HOEPA. The annual revision is based upon the annual percentage change reflected in the Consumer Price Index as reported June 1, 2009. Effective January 1, 2010, the minimum threshold for total fees and points will decrease from $583 to $579. This adjustment does not affect the new rules (Regulation Z, Section 226.35.) for "higher-priced mortgage loans" adopted by the FRB in July 2008. If the total points and fees exceed the greater of $579 or 8 percent of the loan amount, Section 32 of Regulation Z requires lenders to provide borrowers additional disclosures. Credit insurance premiums for insurance written in connection with the credit transaction are fees for the purpose of this computation.

HOEPA applies to:

1. First lien mortgage loans, excluding home purchases, where:

2. The annual percentage rate (APR) exceeds the rate of comparable maturity Treasury securities by more than 8 percentage points, or

3. Total fees and points payable by the consumer at or before closing exceed the greater of 8 percent of the total loan amount or the annual minimum threshold.

4. Second lien mortgage loans where:

5. The APR exceeds the rate of comparable maturity Treasury securities by more than 10 percentage points, or

6. Total fees and points payable by the consumer at or before closing exceed the greater of 8 percent of the total loan amount or the annual minimum threshold.

7. Other refinancing and home equity installment loans, excluding reverse mortgages and open ended lines of credit, where:

8. The APR exceeds the rate of comparable maturity Treasury securities by more than 10 percentage points, or

9. Total fees and points payable by the consumer at or before closing exceed the greater of 8 percent of the total loan amount or the annual minimum threshold.

A concise overview of HOEPA is published on the Federal Trade Commission's web site at: http://www.ftc.gov/bcp/edu/pubs/consumer/homes/rea19.shtm.
The FRB's press release and the Federal Register notice is available from the FRB's web site at: http://www.federalreserve.gov/newsevents/press/bcreg/20090810a.htm.
Should you have questions about HOEPA disclosure requirements, please do not hesitate to contact your NCUA regional office or state supervisory authority.

Sincerely – Deborah Matz, Chairman

NCUA LETTERS TO CREDIT UNIONS

NATIONAL CREDIT UNION ADMINISTRATION
1775 DUKE STREET, ALEXANDRIA, VA 22314

DATE: **October 2009** **LETTER NO: 09-CU-20**
TO: **Federally Insured Credit Unions**
SUBJ: **Premium Assessments**
ENCL: **(1) NCUSIF Stress Testing Results**
(2) Corporate Credit Union Reserve

Dear Board of Directors:
On September 24, 2009, the NCUA Board (Board) took action to maintain the strength of the National Credit Union Share Insurance Fund (NCUSIF) and begin the repayment of the Treasury borrowing for the corporate credit union stabilization plan. As projected in prior guidance to credit unions, the resulting combined premium collection to credit unions is 15 basis points of insured shares. The invoice for the assessment will be sent in the fourth quarter of 2009 with payment due within 30 days of the invoice date.

The Board action is comprised of two separate parts. First, the Board acted to authorize the billing and collection of the previously announced assessment to return the NCUSIF's equity to 0.30 percent of insured shares. Second, the Board passed a new assessment for repayment of a portion of the funds borrowed by the Corporate Credit Union Stabilization Fund (Stabilization Fund).

The Board is aware that assessments, especially during an adverse business cycle, are not desirable. In making the decision, the Board's objective was to balance the need to minimize the current additional pressure on earnings against the long-term health of the NCUSIF and the future earnings burden on credit unions by not acting now. The decision made by the Board will strengthen the NCUSIF while also preventing credit unions from having to record much higher assessments in future periods. NCUA is reminding examiners to factor out the adverse impact of the premium when evaluating and rating credit union earnings performance.

The Board considered many factors in the decision making process including the current economic climate, current condition of the credit union system, and the results from stress testing the NCUSIF. In the stress testing process, staff prepared several scenarios of financial and economic adversity to assess the adequacy of the NCUSIF. Though the testing shows the NCUSIF covering a very large portion of the scenarios, all test results point to a higher level of projected stress on the NCUSIF over the next couple of years. It is important to note the scenarios don't represent what NCUA projects will occur, but rather models high levels of volatility to assist NCUA with contingency planning and establishing reserve levels. A summary of the test results is enclosed.

NCUSIF Premium

The NCUSIF premium is 0.1027 percent of federally insured shares. Since the start of the recession beginning in December 2007, the Board has clearly communicated a desire to maintain the NCUSIF at the normal operating level of 1.30 percent. Updated analysis of the NCUSIF's risk levels point to a higher number of potential credit union failures over the next fifteen months. The continued severe problems in the housing sector contribute to the possibility for a higher level of losses for the NCUSIF through at least 2010. Maintaining the NCUSIF at 1.30 percent will promote confidence in the NCUSIF and give NCUA maximum flexibility to address troubled institutions.

The premium will be calculated on the new $250,000 share insurance coverage limit per the Helping Families Save Their Homes Act of 2009. Credit unions with less than $50 million in assets as of December 31, 2008 will be assessed on the $250,000 insured shares level as of December 31, 2008. Credit unions with $50 million or more in assets will be assessed on the insured shares level as of June 30, 2009. Credit unions with $50 million or more in assets will also receive their normal, semiannual NCUSIF capitalization deposit adjustment notice based on the June 30, 2009 report of insured shares.

Stabilization Fund

The purpose of the Stabilization Fund is to allow the assessment of credit unions, over multiple years, to accrue funds necessary to repay the Treasury for borrowings related to corporate credit union stabilization actions. At the initiation of the Stabilization Fund, a liability of $5.98 billion for the guarantee of uninsured shares and debt in corporate credit unions was recorded and the Stabilization Fund borrowed $1 billion to assume the capital note the NCUSIF provided to U.S. Central Federal Credit Union. The liability for the uninsured share and debt guarantee was recently reevaluated and will increase to $6.33 billion.

As part of the process to update the recorded corporate stabilization action liability, NCUA recently updated both the analysis conducted by staff and the PIMCO analysis of the distressed mortgage backed assets. The result was a $350 million increase to the liability. The process for calculating the reserve and the adjustment at this cycle is further explained in the enclosed corporate credit union reserve summary.

The current assessment associated with the partial repayment of Treasury borrowings is 0.0473 percent of June 30, 2009 insured shares for all credit unions, calculated at the $250,000 level. This assessment allows for the repayment of $310 million of the Stabilization Fund's borrowing.

Conclusion

The NCUA Board remains fully committed to the previously announced goal to "*minimize the adverse impact on natural person credit unions and their members so credit unions remain a vibrant and healthy sector of the U.S. financial system*." This level of assessment will maintain an adequate NCUSIF and begin the process of repayment of the Treasury borrowing related to corporate stabilization.

If you have any questions related to this Letter, you should contact your regional office, district examiner, or appropriate state supervisory authority.

Sincerely – Deborah Matz, Chairman

DATE: October 2009 **LETTER NO.: 09-CU-21**
TO: Federally Insured Credit Unions
SUBJ: Official NCUA Sign

Dear Board of Directors:

The purpose of this letter is to inform you of changes to the NCUA Rules and Regulations, Part 740, Accuracy of Advertising and Notice of Insured Status. NCUA revised the requirements for use of the official insurance sign and official advertising statement to permit federally-insured credit unions flexibility in advertising.
NCUA amended Part 740(b)(2) to include:

- An insured credit union may purchase signs from commercial suppliers or develop its own in any color scheme so long as they are legible and otherwise comply with Part 740;
- A credit union may alter the font size of the official sign to make it legible on its Internet page and on documents it provides to its members including advertisements; and,
- A credit union may not alter the font size of the official signs to be placed at each station or window where the credit union normally receives insured funds or deposits in its principal place of business and all of its branches.

A federally-insured credit union is required to include either the official advertising statement or the NCUA official sign on all its advertisements and on its main Internet page. This means that federally-insured credit unions can substitute the official NCUA sign for the official advertising statement. The downloadable graphic of the Official NCUA Sign can be accessed at NCUA's website. A full text of the revised Part 740 of the NCUA Rules and Regulations is also located on NCUA's website.

Sincerely – Deborah Matz, Chairman

NCUA LETTERS TO CREDIT UNIONS

NATIONAL CREDIT UNION ADMINISTRATION
1775 DUKE STREET, ALEXANDRIA, VA 22314

TO: Low-Income Designated Credit Unions **LETTER NO.: 09-CU-22**
SUBJ: Community Development Revolving Loan Fund – Funding Round
ENCL: 2009 Community Development Revolving Loan Fund – Program Guidance and Loan Application

Dear Boards of Directors:

The National Credit Union Administration (NCUA) is preparing to open the Community Development Revolving Loan Fund (CDRLF) Loan Program for calendar year 2009.

Congress established the CDRLF to support credit unions that serve low-income communities. To fulfill this objective, the CDRLF provides low-interest rate loans and technical assistance grants to qualifying credit unions, known as low-income designated credit unions (LICUs). Qualifying credit unions may borrow up to $300,000.

The CDRLF Loan Program application window will open on November 4, 2009 and close on December 30, 2009. Announcement of awards will occur on March 1, 2010.

Funds are to be utilized for projects that provide new or improved products or services to existing members and extend services to potential members and the community. The following list, while not all-inclusive, provides examples of acceptable uses for CDRLF loans:

- Providing new services or expanding existing services, such as ATM machines, and debit/credit card services to members;
- Extending technology to members through web services, such as online deposit and loan services, online bill pay, and website design and implementation;
- Relocating or renovating credit union offices in new or expanded geographic areas;
- Providing alternatives to payday lending;

- Offering outreach services, such as translation, financial education, and homeownership counseling; and,
- Supporting credit union community financial education efforts, e.g., curriculum taught in a foreign language.

Additional information is contained in the attached “2009 Program Guidance and Loan Application.” Credit unions may view information on the CDRLF and other resources for small credit unions at: http://www.ncua.gov/Resources/CreditUnionDevelopment/Finance.aspx.

By opening the loan fund in 2009, NCUA continues supporting credit unions’ efforts to provide financial and related services to their members; improve the long-term growth and stability of credit unions; and thereby improve credit unions’ capacity to serve their members and communities.

Sincerely – Deborah Matz, Chairman

National Credit Union Share Insurance Fund Stress Testing Results

In order to ensure the National Credit Union Share Insurance Fund (NCUSIF) is adequately funded, the risk presented by the portfolio of credit unions insured by the NCUSIF must be measured. The testing conducted in preparation of this report provides quantified measures of risk to the NCUSIF and a basis for determining the direction of the risk.

Capital in credit unions is the first line of defense to absorb losses. Capital reassures share account holders, creditors, and other stakeholders that an event such as an unexpected surge in losses or an unanticipated deterioration in earnings will not impair the credit union's ability to provide products and services.

Ninety-six percent of natural person credit unions (NPCUs) have capital levels well in excess of the amounts required to be 'well capitalized' according to Prompt Corrective Action (PCA) regulations. However, losses associated with the current deep recession and financial market turmoil have reduced overall capital levels. Since the September 2008 NCUSIF Stress Analysis, NPCUs' total net worth has declined by $2.6 billion, with write downs of capital investments in corporate credit unions (CCUs) accounting for the majority of the decline. The following chart illustrates the changes in NPCU capital levels.

NPCU Equity and PCA Classification (based only on NWR)		
	9/30/08	**6/30/09**
NPCU Net Worth	$89,972,188,888	$87,339,483,231
NPCU Aggregate Net Worth Ratio	11.17%	10.04%
Critically Undercapitalized Less than 2% (units)	12	21
Significantly Undercapitalized 2% to 4%	15	20
Undercapitalized 4% to 6%	46	81
Adequately Capitalized 6% to 7%	66	175
Well Capitalized Over 7%	7,539	7,379

The second line of defense is the NCUSIF. Losses incurred in the resolution of troubled credit unions, increased reserves for NPCU losses, low levels of income on investments, increased share insurance amounts, and high share growth have resulted in a reduction in the NCUSIF equity ratio, as follows.

NCUSIF Accounts		
	9/30/08	**06/30/09**
Insured Shares (based on insured share statutes at the time)	$600,483,560,348	$713,580,497,293
Contributed Capital at full 1% of statutory insured shares	$6,004,835,603	$7,135,804,973
Retained Earnings – Unadjusted for anticipated premium	$1,697,664,797	$1,532,669,032
Total Equity at full 1% of insured shares contributed capital	$7,702,500,400	$8,668,474,005
Equity Ratio (based on fully funded 1% Contributed Capital)	1.283%	1.215%
Reserve for NPCU losses	$128,621,584	$451,141,006

The completed risk analysis applies a number of stress scenarios as well as estimates the impact on NPCUs and the NCUSIF. Overall, the analysis indicates the NCUSIF is sufficient to handle severe financial stresses on the credit union industry. However, the risk presented to the NCUSIF is increasing due to the exposure to potential losses in the corporate credit union system along with shifting asset concentrations and changes in credit union business models.

Continued stresses related to the residential mortgage market and the impact on both NPCUs and CCUs could cause a material increase in the number of credit unions with inadequate levels of capital and subject to Prompt Corrective Action (PCA). Further increases in the number of troubled credit unions will result in stress to NCUA in resolving problems cases as resources will be strained both in terms of Agency manpower to properly supervise the credit unions and a probable reduction in the number of institutions willing and able to absorb the related assets and liabilities.

SUMMARY OF SCENARIOS AND RESULTS

This report updates the September 2008 analysis of the impact of a further distressed real estate market and analysis of the potential CCU system losses. A new stress test completed for this cycle was similar to the Supervisory Capital Assessment Program (SCAP) the U.S. federal banking supervisors applied to the largest bank holding companies in the spring of 2009. The following are highlights from each of the four stress tests:

1. Evaluating potential failures and losses due to the distressed real estate market which includes applying an immediate shock on reserves given a variety of default and loss rates in NPCU real estate portfolios. The test assumed rising levels of defaults on all real estate related loans and rising levels of losses associated with the defaults for credit unions. Additionally, the consensus forecast predicts further increases in the level of defaults. NCUA's 2-year stress scenario resulted in the allocation of $32.5 billion in projected losses leading to the failure of 90 NPCUs and a worst case projected loss exposure to the NCUSIF of $1.4 billion. The number of failures increased when compared to the results as of September 2008.

2. Measuring the risk presented by CCUs consisted of a complete write-off of current NPCU capital investments in CCUs and the impact of an immediate assessment of an estimated Stabilization Fund liability of $7 billion. The analysis resulted in the allocation of $9.3 billion in losses, leading to a projection of 25 NPCU failures presenting a maximum exposure to the NCUSIF of $80 million. The number of failures decreased when compared to the September 2008 results.

3. Evaluating the impact from both the real estate stresses and the CCU system allowed for analysis of the risk layering. As with the prior analysis, the layering of both the real estate and CCU risk on individual NPCUs resulted in a pronounced increase in both the number of failures and the level of losses to the NCUSIF. Combining the 2-year real estate stress scenario with the CCU stress scenarios resulted in a projection of 227 failures and a maximum exposure to the NCUSIF of $6.4 billion. The dollar loss level increased when compared to the September 2008 results.

4. Performing stress testing based upon the Treasury's Supervisory Capital Assessment Program provided a 2-year stress scenario under both an assumed path for the economy (baseline) and a deeper more protracted downturn (more adverse) that included non-real estate loans. This testing provided a measure of a NPCU's capital buffer. This analysis produced an allocation of $32.6 billion in losses resulting in 38 failures with a maximum exposure to the NCUSIF of $577 million using the baseline assumptions. Using the more adverse assumptions, the result was the allocation of $56.4 billion in losses resulting in 519 failures at a maximum exposure of $15.5 billion to the NCUSIF.

IMPLICATIONS FOR THE NCUSIF

All indicators point to a rising number of credit union failures through 2010. Increased levels of failures at some point are expected to result in increased levels of NCUSIF losses due to the reduction in the number of healthy combination partners able to absorb failed credit union assets and liabilities. Lower demand for mergers and acquisitions will likely lead to higher resolution costs and an increased number of liquidations, which require the NCUSIF to maintain higher levels of liquidity. This scenario also warrants a review of the Asset Management and Assistance Center's (AMAC) available resources to handle potentially significantly higher levels of assets under management by NCUA.

The economic recession that began in December 2007 continued through the second quarter of 2009. High levels of unemployment and severe declines in home prices have contributed to a continued increase in loan delinquencies, and particularly mortgage delinquencies. The supply of homes for sale as measured by the inventory/sales ratio remains high and is expected to rise as increased levels of foreclosed homes are put on the market.

The NCUSIF's equity ratio faces multiple adverse consequences during a recession. Historically, share growth surges during a recession, which dilutes the equity ratio. Share growth exceeded 10% for federally insured credit unions in the last three recessions. Share growth in 2008 was 7.71% and is projected to be near 8% for 2009. The increased level of share insurance also reduces the NCUSIF's equity ratio. Reserves are spent to resolve failed credit unions and the level of reserves for potential losses increases. During this recession, the NCUSIF has earned a near zero return on short-term treasuries. This creates an additional layer of risk for the NCUSIF in the form of reduced investment income.

The measurement of maximum loss exposure calculated in this analysis is consistent with the results achieved through the credit risk analysis completed in the prior stress testing. The extreme loss scenarios disclose potential risk to the NCUSIF. However, the entire NCUSIF (contributed capital and retained earnings) covers a very high percentage of loss scenarios.

While potential losses to the NCUSIF resulting from NPCU failures appear manageable, the number of credit unions with inadequate levels of capital and potentially subject to PCA creates supervision and resolution challenges that would require additional changes in how NCUA supervises and examines federally insured credit unions. The table below puts this into perspective, showing the current number of credit unions subject to PCA and the number of credit unions subject to PCA in certain stress scenarios.

	Current June 09	2-Year Real Estate Stress	Corporate Credit Union Stress	Combined RE and Corporate Stress
Net Worth < 0% (Assumed Failures)	7	90	25	227
Critically Undercapitalized 0% to 2%	14	191	13	308
Significantly Undercapitalized 2% to 4%	20	381	55	644
Undercapitalized 4% to 6%	81	715	371	934

RECOMMENDATIONS

All of the recommendations in the prior stress test report have been implemented, including:

- Reclassifying the Fund's entire investment portfolio as available for sale.
- Increasing the level of non-specific reserves for NPCUs to the midpoint of the acceptable range produced by the application of the NCUSIF reserving methodology.
- Increasing levels of staffing, including problem resolution staff.
- Enhancing evaluation of the CCU investments.
- Enhancing supervision of NPCUs with concentrations of real estate loans in states experiencing the greatest declines in real estate values.

As a result of the analysis and conclusions of this stress testing, there are several new recommendations, as follows:

1. Conduct an exercise to determine if the largest NPCUs have sufficient capital buffers to withstand the impact of an economic environment that is more challenging than is currently anticipated. This process would be similar to the Supervisory Capital Assessment Program conducted by the bank supervisors. The results will supplement the data used in developing NCUA's problem case pipeline.

2. Maintain the NCUSIF at the normal operating level of 1.30% of insured shares. Based on the increased level of share insurance, total retained earnings would need to be maintained at over $2.1 billion to cover almost all levels of projected NCUSIF losses in this stress analysis and preserve confidence in the Fund. A premium of $727.5 million would be needed to improve the equity ratio to 1.30% using June 30, 2009 insured shares.

3. Conduct further study of the NCUSIF's normal operating level (NOL) consistent with the NOL Policy, taking into account the unforeseen level of turmoil in economic conditions.[1]

[1] Any increase to the NOL of more than 1 basis point shall be made only after a public announcement of the proposed adjustment and opportunity for comment. In soliciting comment, NCUA will issue a report including data supporting the proposal.

4. Increase the level of field staff with advanced problem resolution training to ensure emerging problems are timely resolved.

5. Increase advanced problem resolution guidance to all field staff including a full analysis of the available administrative remedies for troubled credit unions.

SUMMARY

With an equity ratio of near 1.30 percent, the NCUSIF is sufficient to meet anticipated credit union failures considering almost all stress scenarios run. However, all measurements of risk to the NCUSIF are expected to continue to increase over the short-term as the economic environment continues to be adverse and further consolidation increases concentration risk. While the analysis shows the risk from NPCUs is manageable for the NCUSIF, the stress on existing Agency resources will be substantial.

Corporate Credit Union Reserve

Based on NCUA's recently completed analysis of the exposure from the corporate stabilization efforts, the total recorded liability for the stabilization programs increases from $5.98 billion to $6.33 billion. The majority of the liability is associated with the Temporary Corporate Credit Union Share Guarantee Program (TCCUSGP). The analysis of the TCCUSGP liability from prior periods was updated using June 30, 2009 data, resulting in an increase in this portion of the stabilization liability from $4.98 billion to $5.33 billion. The total of the TCCUSGP liability is added to the projected loss on the $1.00 billion Capital Note at U.S. Central Federal Credit Union (U.S. Central) to arrive at the total cost of the corporate stabilization actions taken to date.

Background

The NCUA Board took action on January 28, 2009 to stabilize the corporate credit union system including implementing a temporary guarantee on uninsured shares at corporate credit unions. FASB Interpretation No. 45, *Guarantor's Accounting and Disclosure Requirements for Guarantees, Including Indirect Guarantees of Indebtedness of Others* is the applicable accounting standard which requires that financial guarantees are recognized and measured at fair value. Simply stated, the "fair value" should represent what NCUA would have to pay a third party in an arms-length transaction to assume responsibility for the guarantee. Since the type of guarantee provided by NCUA does not contain a market-based premium, NCUA relies upon a valuation probability modeling approach to determine the fair value.

Specific and stable information for the key variables used in the model are not available. Therefore, a forecasting and risk analysis program, or Monte Carlo simulation, is utilized to provide analysis of all of the probable model results. The risk modeling software allows 10,000 trials runs of any set of scenarios. The model produces a distribution of fair value calculation results. NCUA utilizes the 90th percentile fair value as the accounting basis for the estimated liability. A simplified equation for the model is identified below and the key variables are discussed in detail in the next section.

Fair value of the Share Guarantee	**=**	**Probability of Default**	**x**	**Loss given Default**	**+**	**Cost of Capital**

Probability of Default: The probability of default is the likelihood that the NCUSIF would have to fulfill the terms of the guarantee. For corporate credit unions that present a very high probability of loss exposure at the most optimistic levels, a 100 probability of default rate was used for those scenarios; otherwise, a range of 1 percent to 25 percent was used for the probability of default, with a most likely probability of 3 to 5 percent. The range was developed by reviewing the history of credit ratings and default rates for financial institutions and bonds.

Loss Given Default: The loss given default is the amount the NCUSIF would have to pay in order to satisfy the claims resulting from the corporate stabilization actions. The NCUSIF's total exposure is the difference between the amount of shares subject to the temporary share guarantee and the value of each participating corporate credit union's assets after the payment of secured creditors and general creditors.

The loss given default has a wide range of possible outcomes. In the worst case, NCUA would simply sell the investments and assets of a corporate credit union at current market values. Alternately, NCUA could borrow funds to pay guaranteed share account holders and hold the investments, reducing the risk to actual credit losses. The losses that would be incurred in holding the investments are difficult to quantify and analysis of the range of results prepared by NCUA staff are used to prepare the possible losses. This analysis includes the PIMCO data.

NCUA utilized the PIMCO valuations, as well as credit ratings for securities not evaluated by PIMCO, along with market price information to evaluate the NCUSIF's exposure for each corporate credit union. For the investments reviewed by PIMCO, the report provides market value information and valuations based upon the projected cash flows of the securities. PIMCO provided information on over 70 percent of the corporate credit union securities. Four values are utilized: (1) the base valuation which PIMCO attributed a 56 percent probability of occurring; (2) a pessimistic value with a 20 percent probability; (3) an optimistic value with a 20 percent probability; and (4) a market value assigned a 4 percent probability.

Cost of Capital: The cost of capital is the return that a third party would expect if they assume the risk of the guarantee and maintain adequate reserves to ensure they were able to fulfill the execution of the guarantee. The amount of capital needed is based upon the estimated exposure to loss. The term of the guarantee and the assumed return on capital impact the determination. NCUA utilized a range of probable rates for the required return on capital based on the cost of corporate debt and normal returns in the financial services industry.

History of the Liability for the TCCUSGP

At the inception of the TCCUSGP in January 2009, a liability of $3.70 billion was established using the investment data corporate credit unions reported in the fall of 2008. In March 2009, after receipt of the analysis of corporate credit union investments conducted by PIMCO and the additional review completed by NCUA staff, the liability was increased to $4.94 billion. In April 2009, a two-year rolling share guarantee was implemented, resulted in a $39.4 million increase in the fair value liability recorded by the NCUSIF, since the term of the guarantee increased from 704 to 729 days. The result was an increase in the TCCUSGP liability to $4.98 billion.

Results of Current Analysis

In August 2009, NCUA engaged PIMCO to provide an updated assessment of fair value and expected loss for specific corporate credit union investments as of June 30, 2009. In addition to the repeat analysis of residential mortgage-backed securities (RMBS) and collateralized debt obligations (CDO), NCUA obtained analysis of specific commercial mortgage-backed securities (CMBS).

The analysis disclosed the following:

- Only WesCorp presents exposure to the Stabilization Fund using the optimistic valuations with a total exposure of $2.40 billion beyond available capital levels.

- Only WesCorp presents exposure using base valuations with a total exposure beyond available capital levels of $4.14 billion. However, under this scenario, nearly all the U.S. Central Capital Note would be absorbed to cover losses.

In summary, the calculation of the liability fair value for the TCCUSGP is presently calculated at $5.33 billion. With the addition of the $1.00 billion U.S. Central Capital Note, the present total cost of the corporate stabilization program is $6.33 billion. The total will be recorded by the Stabilization Fund, with $1.00 billion currently outstanding in borrowed funds. The statute creating the Stabilization Fund specifies NCUA will assess credit unions based on the level of unpaid borrowed funds, versus the recorded liability.

KentuckyCorporate
Federal Credit Union

To: Member Credit Unions
From: Jim Thompson, President/CEO
Date: November 2, 2009
Re: UPDATE 8: US Central Federal Credit Union Conservatorship Action and Impact on Kentucky Corporate Federal Credit Union

Continuing in our efforts to provide the most current information available regarding the impact of the U.S. Central FCU conservatorship and associated impact to Kentucky Corporate members, Kentucky Corporate is sharing this eighth update letter.

NCUA/U.S. Central recently released their unaudited third quarter financials, revealing their estimated OTTI losses have increased by another $320.1 million. As a result, U.S. Central depleted another $6.68 million from Kentucky Corporate on October 30, 2009. Based on this depletion of our capital with U.S. Central, Kentucky Corporate will be forced to write-down additional capital from our membership.

It is estimated that Kentucky Corporate members will be required to write-off the remaining balances of their Paid-in Capital and then approximately 20.2% of their Membership Capital Shares (MCS). The date of this transaction will be no sooner than November 30, 2009 and could be reduced by any additional net income Kentucky Corporate earns prior to this entry.

U.S. Central will continue to report OTTI on a quarterly basis which is related to the mortgage market. Our exposure to losses from U.S. Central however is limited to $2.05 million - the remaining balance of Kentucky Corporate's capital account at U.S. Central. Based on this figure, Kentucky Corporate estimates that future U.S. Central losses could result in no more that the reduction of another 11.56% of our member's MCS accounts.

Beginning with the fourth quarter 2009, the $2.6 billion in OTTI losses for U.S. Central have been based on estimates. U.S. Central has reported that the actual losses to date are only $110.5 million as of October 2009. If the actual losses for U.S. Central are not as large as these estimates, NCUA has repeatedly stated that U.S. Central has no legal responsibility to return this depleted capital to the Corporates. However, NCUA Chairman Matz has called a meeting on November 5, 2009 to discuss the issues related to the depletion of member capital.

Thank you for your continued support of Kentucky Corporate. We continue to work hard to earn your trust and safeguard your deposits with us. We look forward to getting beyond these issues so that we can get back to focusing on serving our members.

We will continue to inform you as developments arise. Please let me know how I may be of assistance in the interim. Please e-mail me at jthompson@kycorp.org or call me at (502) 459-6110 or 1-800-333-5285, ext. 200.

Administrative Offices
VanHoose Education Center
P.O. Box 34020
Louisville, KY 40232-4020
(502) 485-3011

Jefferson County Public Schools
Shaping the Future

November, 2009

Dear Middle School Connection Volunteer,

On behalf of the seventh grade students in the Jefferson County Public Schools, we would like to thank you for your participation in the fourteenth "Middle School Connection."

Thanks to volunteers like you, we were able to hold conferences with 6,639 seventh-grade students in our JCPS middle schools during October.

As we read over the positive reviews, we recognize that many times you feel that the students are not prepared for making decisions concerning their future. This is precisely the reason **you** are the vital link in the "connection". Our students need constant reinforcement as they prepare to enter the adult world. Your introduction to a career path gives the students a jump on next years focus on career explorations.

Thank you again for volunteering your time and knowledge to show students that adults care about their future. Please be assured that we will contact you over the summer to enlist your involvement in next October's Middle School Connection!

Sincerely,

Susan Shortt

Susan Shortt
Coordinator
Middle School Coalition

Dr. Sandra Ledford

Dr. Sandra Ledford
Assistant Superintendent
Jefferson County Public Schools

JEFFERSON COUNTY FEDERAL CREDIT UNION
Statement of Financial Condition -- October 2009

ASSETS	
LOANS	39,245,587.33
ASSETS IN LIQUIDATION OF LOANS - RE	0.00
ASSETS IN LIQUIDATION OF LOANS - AU	2,186.32
REAL ESTATE LOANS - TECUMSEH	63,776.06
TOTAL LOANS TO MEMBERS	39,311,549.71
ALLOW. FOR LOAN LOSSES	(261,509.56)
ALLOW. FOR OVERDRAFT LOSSES	(1,673.93)
NET LOANS	**39,048,366.22**
FIFTH THIRD	100,492.14
VAULT CASH	475,792.82
CHANGE FUND - ATM MACHINE	58,310.00
PETTY CASH	50.00
CASH TOTAL	**634,644.96**
KENTUCKY CORPORATE FCU	14,739,091.50
FEDERAL HOME LOAN BANK OF CINCINNATI	143,051.37
DEPOSITS - OTHER FINANCIAL INSTITUTIONS	35,715,000.00
SHARE ONE CUSO INVESTMENT	100,000.00
LOAN TO CUCKY	0.00
CLF CU SIP INVESTMENT	25,000,000.00
TOTAL INVESTMENTS	**75,697,142.87**
ACCRUED INTEREST - LOANS	174,187.23
OTHER ACCRUED INCOME	53,037.99
TOTAL ACCRUED INCOME	**227,225.22**
PREPAID & DEFERRED EXPENSES	58,310.37
TOTAL PREPAID & DEFERRED	**58,310.37**
LAND - MAIN & OUTER LOOP OFFICE	448,100.00
BUILDING - MAIN & OUTER LOOP OFFICE	1,547,029.32
IMPROVEMENTS - MAIN OFFICE	2,139.96
IMPROVEMENTS - BRANCH 1	1,304.83
IMPROVEMENTS - BRANCH 2	0.00
IMPROVEMENTS - BRANCH 3	0.00
IMPROVEMENTS - BRANCH 4	0.00
ACCUM. DEPR. - MAIN & OUTER LOOP OFFICE	(531,166.25)
FURNITURE & EQUIPMENT	61,701.62
COMPUTER EQUIPMENT	24,219.70
TOTAL FIXED ASSETS	**1,553,329.18**
ACCOUNTS RECEIVABLE	0.00
DEFERRED COMPENSATION	2,179,694.02
CAPITAL DEPOSIT - CUCKY	65,664.00
DEPOSIT - NCUSIF	656,528.04
TOTAL OTHER ASSETS	**2,901,886.06**
============================	=============
TOTAL ASSETS	**120,120,904.88**

LIABILITIES	
ACCOUNTS PAYABLE	8,168.84
MONEY ORDERS	3,280.00
TRAVELERS CHECKS	0.00
AMUSEMENT PARK TICKETS	240.00
KYCUPAC - FROM MEMBERS	19.00
DEATH CLAIMS	221,886.87
EMPLOYEE 401(K) PLAN	0.00
INSURANCE COMPANIES	6,968.64
FLOOD DETERMINATION	84.00
RECORDING FEES - CLERK	214.00
ATTORNEY FEES	10,629.00
APPRAISALS	(115.00)
TOTAL ACCOUNTS PAYABLE	**251,375.35**
DIVIDENDS PAYABLE	**79,791.38**
CLF CU SIP NOTE PAYABLE	**25,000,000.00**
FEDERAL TAXES	0.00
KENTUCKY STATE TAXES	0.00
FEDERAL & STATE UNEMPLOY.	0.00
OCCUPATIONAL TAXES	0.00
TAXES HELD ON DIVIDENDS	646.06
ACCRUED PROPERTY TAXES	14,497.31
PENALTIES ON PREMATURE IRA DISTR.	0.00
TOTAL TAXES PAYABLE	**15,143.37**
ACCRUED EXPENSES	467,017.55
TOTAL ACCRUED EXPENSES	**467,017.55**
ACCRUED NCUSIF STABILIZATION EXPENSE	**119,412.23**
UNAPPLIED EXCEPTIONS	**33,676.72**
TOTAL LIABILITIES	**25,966,416.60**

CAPITAL	
REGULAR SHARE ACCOUNTS	18,009,102.63
CLUB ACCOUNTS	881,500.70
SHARE DRAFT ACCOUNTS	5,067,484.75
CASH INVESTMENT ACCOUNTS	28,529,429.97
CORPORATE CASH INVESTMENT	2,532,422.89
REWARDS CHECKING	2,050,747.11
IRA - ACCUMULATION ACCOUNTS	1,498,976.00
CERTIFICATES - REGULAR	18,661,862.14
CERTIFICATES - IRA	3,908,662.96
CERTIFICATES - TOTAL	22,570,525.10
TOTAL SHARES	**81,140,189.15**
REGULAR RESERVE	1,901,148.19
RESERVE FOR CONTING.	0.00
UNDIVIDED EARNINGS	10,957,014.11
NET INCOME	156,136.83
TOTAL CAPITAL	**94,154,488.28**
============================	============
TOTAL CAPITAL & LIABILITIES	**120,120,904.88**

Jefferson County Federal Credit Union
BUDGET REVIEW
October 31, 2009

	ACTUAL CURRENT	BUDGETED CURRENT	ACTUAL Y-T-D	BUDGETED Y-T-D	DIFFERENCE Y-T-D	PERCENT TOT INCOME
I N C O M E						
INTEREST ON LOANS	240,843.24	241,384.00	2,315,116.52	2,373,657.00	(58,540.48)	54.52%
INVESTMENTS	70,602.54	117,348.00	897,143.57	1,143,324.00	(246,180.43)	15.98%
INTEREST ON CLF CU SIP	20,298.49	0.00	170,901.00	0.00	170,901.00	4.60%
INSURANCE REIMB.	10,139.47	3,950.00	52,323.59	39,200.00	13,123.59	2.30%
MO & CHK FEE	404.75	425.00	4,053.42	4,250.00	(196.58)	0.09%
OVERDRAFT FEE	72,790.02	69,000.00	600,646.91	690,000.00	(89,353.09)	16.48%
WIRE TRANS. & CMO	254.00	325.00	2,539.00	3,100.00	(561.00)	0.06%
LOAN LATE FEE	5,401.33	4,400.00	48,482.07	44,000.00	4,482.07	1.22%
ATM SURCHARGE FEES	393.00	300.00	3,792.00	2,700.00	1,092.00	0.09%
SHARE DRAFT & ATM	1,835.43	2,475.00	18,782.07	24,450.00	(5,667.93)	0.42%
MISCELLANEOUS INC.	1,416.59	1,600.00	13,268.21	16,000.00	(2,731.79)	0.32%
LOCK BOX FEE	200.00	160.00	1,920.00	1,600.00	320.00	0.05%
ATM TRANSACTION FEE	556.00	800.00	5,720.00	8,000.00	(2,280.00)	0.13%
LOAN APPLICATION FEE	300.00	275.00	2,550.00	2,450.00	100.00	0.07%
MEMBERSHIP FEE	570.00	450.00	4,830.00	4,500.00	330.00	0.13%
C-CARD INCOME	658.40	250.00	2,453.60	2,200.00	253.60	0.15%
D-CARD INTERCHANGE	15,064.71	14,800.00	144,844.24	146,600.00	(1,755.76)	3.41%
TOTAL INCOME	**441,727.97**	**457,942.00**	**4,289,366.20**	**4,506,031.00**	**(216,664.80)**	**100.00%**
E X P E N S E S						
SALARIES - REGULAR	114,396.29	124,739.00	841,826.05	907,584.00	(65,757.95)	25.90%
SALARIES - OVERTIME	123.88	972.00	1,455.69	5,900.00	(4,444.31)	0.03%
CONTRACT EMPLOY.	0.00	400.00	0.00	4,000.00	(4,000.00)	0.00%
401K COSTS	4,621.06	5,406.00	36,964.68	39,280.00	(2,315.32)	1.05%
SOCIAL SECURITY TAX	8,643.68	9,617.00	63,418.84	69,881.00	(6,462.16)	1.96%
UNEMPLOYMENT TAX	166.20	475.00	5,389.66	4,750.00	639.66	0.04%
STAFF INSURANCE	14,478.35	16,200.00	144,316.87	158,400.00	(14,083.13)	3.28%
LOCAL TRAVEL	544.76	925.00	5,209.86	9,250.00	(4,040.14)	0.12%
VEHICLE MAINTENANCE	359.26	500.00	2,658.64	5,000.00	(2,341.36)	0.08%
OUT OF TOWN TRAVEL	1,081.49	900.00	3,710.72	9,000.00	(5,289.28)	0.24%
BOARD MEETING EXP.	663.68	1,340.00	6,806.73	13,400.00	(6,593.27)	0.15%
ASSOC. DUES & SUBSCR.	1,822.31	2,269.00	21,275.86	22,690.00	(1,414.14)	0.41%
OFFICE OCCUP. EXP.	11,590.90	15,169.00	133,054.94	146,445.00	(13,390.06)	2.62%
BLDG.-LAND IMPROV.	280.11	480.00	3,603.97	5,605.00	(2,001.03)	0.06%
TELEPHONE EXPENSE	2,656.45	1,842.00	17,206.86	18,420.00	(1,213.14)	0.60%
POSTAGE	6,520.38	6,000.00	48,573.06	58,200.00	(9,626.94)	1.48%
MAINT. OF EQUIP.	975.85	1,182.00	12,984.87	11,820.00	1,164.87	0.22%
STATIONARY & SUPP.	2,446.11	2,400.00	17,532.63	24,000.00	(6,467.37)	0.55%
INSURANCE	2,833.89	3,500.00	30,220.98	33,461.00	(3,240.02)	0.64%
DEPRECIATION - FURN.	3,283.87	3,613.00	34,647.55	37,707.00	(3,059.45)	0.74%
BANK SERVICE CHARGE	24,837.16	27,088.00	250,459.46	254,785.00	(4,325.54)	5.62%
COMPUTER EXPENSE	20,941.51	18,104.00	161,264.92	175,257.00	(13,992.08)	4.74%
EDUCATIONAL & PROM.	8,892.63	9,167.00	78,816.71	91,670.00	(12,853.29)	2.01%
LOAN SERVICING EXP.	6,610.96	6,910.00	83,784.21	66,145.00	17,639.21	1.50%
PROF. & OUTSIDE EXP.	10,315.45	10,973.00	90,980.48	109,778.00	(18,797.52)	2.34%
FEDERAL SUPERVISION	1,737.74	1,596.00	17,093.92	15,960.00	1,133.92	0.39%
NCUSIF INS. PREM.	0.00	625.00	119,412.23	6,250.00	113,162.23	0.00%
NCUSIF STABILIZATION EXPENSE	0.00	0.00	453,004.35	0.00	453,004.35	0.00%
CASH OVER & SHORT	50.35	100.00	372.69	1,000.00	(627.31)	0.01%
COST-BORROWED FUND	14,990.36	0.00	126,209.46	0.00	126,209.46	3.39%
ANNUAL MEETING EXP.	700.00	700.00	7,000.00	7,000.00	0.00	0.16%
MISCELLANEOUS EXP.	2,865.13	3,850.00	5,524.92	38,500.00	(32,975.08)	0.65%
TOTAL OPER. EXP.	**269,429.81**	**277,042.00**	**2,824,781.81**	**2,351,138.00**	**473,643.81**	**60.99%**
ALLOWANCE - LOAN LOSS	10,000.00	0.00	223,661.00	175,750.00	47,911.00	2.26%
ALLOWANCE - OVERDRAFT LOSS	125.00	125.00	(943.00)	1,250.00	(2,193.00)	0.03%
DIVIDENDS	118,172.91	148,315.00	1,279,126.96	1,445,039.00	(165,912.04)	26.75%
(GAIN)LOSS ON INVESTMENTS	0.00	0.00	(4,367.00)	0.00	(4,367.00)	0.00%
OTHER NON OPERATING EXPENSE (INCOME)	0.00	0.00	(453,004.35)	0.00	(453,004.35)	0.00%
OTHER NON OPERATING EXPENSE (INCOME)- KY COI	0.00	0.00	263,973.95	0.00	263,973.95	0.00%
TOTAL EXPENSES	**397,727.72**	**425,482.00**	**4,133,229.37**	**3,973,177.00**	**160,052.37**	**90.04%**
NET INCOME	**44,000.25**	**32,460.00**	**156,136.83**	**532,854.00**	**(376,717.17)**	**9.96%**
NET INCOME - WITHOUT NCUA ASSESSMENT	**44,000.25**		**539,523.01**			

P R E S I D E N T ' S   R E P O R T   November 25, 2009

MEETING SCHEDULE - 2009

December 12-23-09 Wednesday 08:30 AM Regular Main Office **– No 2nd Week Mtg.**

Holiday Inn has agreed to schedule all of the 2010 meetings so I will furnish you a list for the year in lieu of the quarterly notification we had to do this year.

STATISTICAL REPORTS

Key Ratios, Operating Statistics, Delinquency, Loan Losses, Loan Officer Report, Suspicious Activity, and Long Term Assets, Monthly Comparison are attached for your review monthly. Delinquency Analysis, ALLL Analysis, and Doubtful Loans are available quarterly. GAP, Cash Flow, Rate Shocks, other ALM reports are available semi annually.

FINANCIAL SUMMARY FOR THE MONTH

The key ratios and other pertinent data for the most major areas impacted (before CUSIP & NCUA assessment and after) are compared below. Our YTD bottom line without the assessment expense is actually $7,000 over YTD budgeted income. Our loan and share growth have surpassed our projections but loans only made it recently accounting for the lag in income. There was an increase in deposits from the previous month of $32,000 leaving an increase of $8,037,000 year to date. Loan volume for the month showed a decrease of $268,000 and net loans showed a decrease of $213,000 leaving an increase of $1,900,000 year to date. We will continue to closely monitor the competition and the overall operation for additional adjustments to dividend and income to benefit the members.

FINANCIAL DETAIL COMPARISON

Major Areas of Impact	REASON	BEFORE	AFTER	Difference
Assets	**CU-SIP**	**95,120,905**	**120,120,905**	**25,000,000**
Average Assets	**CU-SIP**	**93,623,236**	**116,123,236**	**22,500,000**
Investment Balance	**CU-SIP**	**50,697,143**	**75,697,143**	**25,000,000**
NET WORTH	**CU-SIP**	**13.70%**	**10.85%**	**-2.85%**
Long Term Assets	**CU-SIP**	**23.00%**	**18.22%**	**-4.78%**
Total Loans / Assets	**CU-SIP**	**41.33%**	**32.73%**	**-8.60%**
Fixed Assets	**CU-SIP**	**1.63%**	**1.29%**	**-0.34%**
INC- NET- YTD	**NCUA**	**539,523**	**156,137**	**-383,386**
Return on Average Assets	**NCUA**	**0.69%**	**0.16%**	**-0.53%**

LOAN LOSSES FOR YOUR REVIEW – (SEE ATTACHED REPORT FOR DETAIL)

As of 10-15-09	9	20,180.08
As of 11-15-09	6	14,797.48
As of 12-15-09		
T O T A L	**15**	**34,977.56**

LENDING ACTIVITY

RE LOANS - October 2009

DATE	NAME	ACCOUNT #	APPRAISAL	NEW MONEY	LOAN AMOUNT	EQUITY	TERM IN MONTHS	CREDIT LIMIT	APPROVED BY
10/21/09	Valdes	896740	138,000	107,200	107,200	110,400	180	0	CEO
TOTAL/AVG		**1**	**138,000**	**107,200**	**107,200**	**110,400**	**180**	**0**	

A '0' in the equity column indicates > 80% LTV

COMMENTS: None

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INVESTMENT ACTIVITY

CD Purchases - October 2009							
DATE	**AMOUNT**	**TERM**	**RATE**	**INSTITUTION**	**CITY**	**ST**	**CODE**
10/01/09	248,000	12	0.75%	PACIFIC TRUST BANK	CHULA VISTA	CA	2
	100,000	6	0.57%	NATIONAL BANK OF CALIFORNIA	LOS ANGELES	CA	2
	100,000	9	0.75%	NATIONAL BANK OF CALIFORNIA	LOS ANGELES	CA	2
10/02/09	99,000	6	0.72%	STATE BANK OF INDIA	LOS ANGELES	CA	2
	100,000	12	0.82%	REDDING BANK OF COMMERCE	REDDING	CA	2
10/05/09	99,000	12	0.75%	GUARANTY BANK	SPRINGFIELD	MO	2
	99,000	12	0.75%	GUARANTY BANK	SPRINGFIELD	MO	2
10/06/09	99,000	12	0.75%	MERCANTILE BANK OF MICHIGAN	GRAND RAPIDS	MI	2
10/07/09	99,000	6	0.72%	GRAND BANK	HAMILTON	NJ	2
	99,000	12	1.05%	MEMBERS FIRST CREDIT UNION	QUINCY	IL	2
10/09/09	99,000	12	0.78%	BANKK OF ARKANSAS	NIORTH LITTLE ROCK	AR	3
	99,000	12	0.85%	FIRST AMERICAN STATE BANK	GREENWOOD VIL.	CO	2
	99,000	12	0.85%	FIRST AMERICAN STATE BANK	GREENWOOD VIL.	CO	2
10/13/09	248,000	18	1.10%	COMMUNITY BANK & TRUST	SHEBOYGAN	WI	2
10/14/09	248,000	6	0.47%	BAR HARBOR BANK & TRUST	BAR HARBOR	ME	2
10/15/09	99,000	12	0.71%	MACON BANK INC	FRANKLIN	NC	2
	248,000	12	0.70%	FARMERS & MERCHANTS BANK	HATTON	ND	3
10/16/09	149,000	12	0.98%	FIFTH THIRD BANK - OHIO	CINCINNATI	OH	2
	148,000	12	0.65%	ALLIANCE BANK	LAKE CITY	MN	2
	148,000	12	0.75%	CENTENIAL BANK	CONWAY	AR	2
10/19/09	99,000	18	1.40%	EVANGEL CHRISTIAN CREDIT UNION	BREA	CA	2
	99,000	12	0.75%	PEOPLES BANK	NEWTON	NC	2
	99,000	12	0.75%	PEOPLES BANK	NEWTON	NC	2
	99,000	12	0.70%	BANK OF THE SIERRA	PORTERVILLE	CA	2
	100,000	9	0.39%	KCFCU			
10/21/09	248,000	6	0.60%	FINANCIAL ONE CREDIT UNION	COLUMBIA HGTS	MN	3
10/22/09	248,000	12	1.36%	DISCOVER BANK	GREWENWOOD	DE	2
	50,000	18	1.30%	EVANGELICAL CREDIT UNION	BEREA	CA	2
	100,000	18	0.98%	SHELBY COUNTY BANK	SHELBYVILLE	IN	2
	99,000	18	0.80%	PADUCAH BANK & TRUST	PADUCAH	KY	1
	99,000	18	0.80%	PADUCAH BANK & TRUST	PADUCAH	KY	1
	100,000	9	0.39%	KCFCU			
	100,000	6	0.29%	KCFCU			
10/23/09	49,000	12	0.65%	FARMERS BANK	AULT	CO	2
	100,000	12	0.60%	LAKE FOREST BANK & TRUST	LAKE FOREST	IL	2
10/26/09	248,000	9	0.65%	BUSINESS BANK	MINNETONKA	MN	2
	99,000	12	0.90%	EAST CAROLINA BANK	ENGELHARD	NC	2
	99,000	12	0.85%	WAYNE COUNTY BANK	WAYNESBORO	TN	2
10/28/09	99,000	12	0.90%	SECURITY BANK OF MINNESOTA	ALBER LEA	MN	2
	248,000	12	0.75%	COMMUNITY BANK & TRUST	BRIDGEPORT	CT	3
10/30/09	248,000	12	0.90%	GEORGIA BANKING COMPANY	ATLANTA	GA	2
TOTAL	**5,457,000**	**12**	**0.78%**	**41**			

INVESTMENT ACTIVITY – FAILED BANKS

	AMOUNT	BANK	DATE	DISPOSISTION
1.	None			

President - Page 2 of 4

REAL ESTATE PROBLEM LOANS

Acct. #	Name	Address	Zip	Balance	Appraisal	Year	Pamt.	Due
1. 852730	**Townsend, K.**	**1218 W. Woodlawn.**	**40215**	**$24,142**	**$84,500**	**05-06**	**$244**	**$2,754**

1. 01-14-09 Member was laid off from a 3+ year job and had satisfactory credit when the loan was made. She is drawing unemployment. The insurance is still in force but taxes are delinquent in the amount of $1,098 for 2008. There are no other mortgages that we are aware of. There are other taxes showing up – totaling $5,300 that we cut checks for as loan proceeds but she converted. We have asked 5/3 to reimburse us for their errors. That will reduce our exposure to some degree and they can pursue her criminally in lieu of us having to do it. The initial foreclosure letter was authorized on 01-16-09. The PVA assessment is $84,360. 02-23-09. 05-28-09 - The motion for judgment was filed on May 21, 2009. Pursuant to local court rules, the motion is automatically referred to the Master Commissioner for recommendation as to whether the judgment should be entered. That process can take up to 30 days. If the Master Commissioner recommends that the judge sign the order, it can take several weeks for us to receive the signed judgment, depending on the judge's docket at the time. The sale date is 10-13-09. Our attorneys received a Chapter XIII bankruptcy notice at 09:16 AM the morning of the 12th. We will now have to go through the bankruptcy system and then go through the sale system again.

CHECK REGISTER & ACH DEDUCTIONS
Attached for your review.

COMMENT CARDS
NONE

RECONCILIATIONS
All accounts are current and correct.

SAFE LANDING AND OVERDRAFT LOAN CHARGE OFF FOR – October 2009
NONE

SUSPICIOUS ACTIVITY REPORTS (SARS) – October 2009
NONE

NCCS CORRESPONDENCE
Both letters (MC & VISA) were received indicating the accounts were closed.

FIFTH THIRD CORRESPONDENCE
No word from their legal department or Tom Canary.

POTENTIAL MERGER CANDIDATE
Bramco Federal Credit Union wants to meet with us 12-02-09 and wants to pursue the merger.

FOR YOUR INFORMATION

- ✓ **Data breach victims at 4 x greater fraud risk—study -** (11/3/09)--Consumers who received a data-breach notification within the past year are four times more likely than typical consumers to have been victims of identity fraud, says new research. However, consumers rarely attribute the fraud to their data breach exposure. "Data breach notifications are intended to help consumers take protective action," said Mary Monahan, managing partner and research director at Javelin Strategy & Research, which conducted its third annual survey of nearly 5,000 U.S. consumers. "Notification is critical because consumers are over four times more likely to encounter actual fraudulent transactions if they receive a data-breach notification," Monahan said in a press release. "But our research shows a disconnect between breach notifications and consumer awareness of risk, which results in individuals not being adequately protected." During the past three years, roughly 11% of consumers received a breach notification, said the report. More than one-third of breach victims experienced exposure of their Social Security numbers, and 15% had their ATM personal identification numbers (PINs) compromised. Despite almost 20% of breach victims suffering some kind of fraud in the past year, only 2% attribute their fraud to the breach. "Consumers who receive notification of breaches need to be better protected by resolving the disconnect between breach notification and consumer awareness of actual fraud risk," said Javelin's Risk, Fraud and Security Analyst Robert Vamosi. Vamosi told *SCMagazineUS.com* that results are not a blip. In 2007 and 2006, Javelin saw a similar pattern. He noted the correlation between receiving a breach notification letter and the increased risk of suffering an actual identity theft may be do to the fact that alerts many times are sent only to people severely impacted by a breach.

- ✓ **Oral arguments made in Kentucky FOM case -** FRANKFORT, Ky. (11/19/09)--Oral arguments were presented Wednesday in the Supreme Court of Kentucky regarding a field of membership (FOM) case that affects Kentucky credit unions' ability to serve members based on geography. The case, Home Fed. Sav. & Loan v. Kentucky, was brought by the Home Federal Savings and Loan Association against the Kentucky Office of Financial Institutions (OFI)--now the Department of Financial Institutions (DFI)--in May 2006. The suit alleges that the DFI has no authority under Kentucky law to approve geographic FOM bylaws for Kentucky credit unions (*News Now* Feb. 17). In 2007, the Kentucky Circuit Court for Franklin County ruled that the DFI exceeded its statutory authority when it approved geographic FOMs for six state-chartered credit unions between 2000 and 2005. In November 2008, an appeals court upheld the decision. In 1984, Kentucky shortened a lengthy statute about the members that credit unions can serve to "credit union memberships shall be limited to persons having a common bond or similar occupation, association or interest." The statute does not specifically mention geography, which Home Federal used to argue that DFI can't approve geographic FOMs. During the oral arguments, several justices asked questions regarding whether the Kentucky Legislature's 1984 revisions to the FOM statute had been intended to broaden Kentucky's credit union FOM criteria, as the credit union parties have argued, or whether the legislature had instead intended to restrict credit union FOMs, as Home Federal's attorney argued. DFI had approved these geographic FOMs by interpreting the term "similar . . . interests" to include the similar interests that people living and/or working in the same community share, and the justices asked whether it was reasonable to interpret "interests" in this manner given that the word's meaning is ambiguous in context.In Wednesday's arguments, attorney David Wilson, who represented the six credit unions, said that the lower courts' logic was incorrect when it concluded that DFI overstepped its bounds when approving the geographic FOMs. Wilson argued that--if the Kentucky legislature had in fact intended to eliminate geographic FOMs when it revised the Commonwealth's credit union act in 1984, as Home Federal argued--the legislature must also have intended to eliminate credit union membership based on selected employee groups (SEGs). Neither geographic FOMs nor SEGs are specifically mentioned in the 1984 version of the FOM statute, even though many Kentucky credit unions serve SEG memberships and DFI has routinely approved new SEG FOM bylaws since 1984. In his brief, Wilson wrote: "the lower court's logic relative to credit union membership appears at first glance to be sound when applied to membership predicated upon geographic residence. However, if the same logic is applied to the credit union membership statute in its entirety, an absurd result is reached." Jill Endicott, who represented Home Federal, rejected Wilson's argument about the SEGs on Wednesday, saying it was not part of the issue. The Supreme Court of Kentucky will issue an opinion on the matter.

<u>BUSINESS DEVELOPMENT & MARKETING</u>
GE will report.

Respectfully Submitted,

Carl F. Hicks
President and CEO

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October STATISTICAL REPORT 2009

CATEGORY	Year End 2008	Prior Month	Current Month	Difference	Year-To-Date
Deposits	73,102,429	81,107,318	81,140,189	32,871	8,037,760
Regular CDs	20,987,276	18,912,491	18,661,862	(250,629)	(2,325,414)
IRA Cds	3,667,761	3,909,505	3,908,663	(842)	240,902
Total CDs	24,655,037	22,821,996	22,570,525	(251,471)	(2,084,512)
Loan Balance	37,420,917	39,524,866	39,311,550	(213,316)	1,890,633
Loans Made	15,292,094	1,315,528	1,046,796	(268,732)	14,276,104
Members	13,505	13,590	13,564	(26)	59
Accounts	22,685	22,750	22,717	(33)	32
Delinquent Percent	0.53%	0.25%	0.29%	0.04%	-0.24%
E-Statements	1184	1445	1517	72	333
Bill Payer	1067	1222	1235	13	168
Info-Teller Inquiries	187,027	13,805	15,025	1,220	142,056
Website Inquiries	418,620	35,045	36,384	1,339	366,880
HB -Members Used	2,539	2,958	2,620	(338)	81
Overdrawn Accounts	41,820	36,520	24,181	(12,339)	(17,639)
CIA - #	879	873	886	13	7
CIA - $	22,552,171	28,375,939	28,529,430	153,491	5,977,259
CCIA - #	41	40	40	0	(1)
CCIA - $	1,965,519	2,645,454	2,532,423	(113,031)	566,904
Rewards - #	174	175	169	(6)	(5)
Rewards - $	1,183,310	1,966,778	2,050,747	83,969	867,437
Rewards - Surcharge Ref.	854	192	150	(42)	1,345
Rewards - Cost	24,626	4,961	5,160	199	44,750
Regular Checking - #	4,629	4,636	4,634	(2)	5
Regular Checking - $	4,442,852	4,591,362	5,067,485	476,123	624,633
TOTAL CHECKING - #	5,723	5,724	5,729	5	6
TOTAL CHECKING - $	30,143,852	37,579,533	38,180,085	600,552	8,036,233
Trans - MO	56,671	4,876	5,184	308	44,285
Trans - HV	37,557	3,067	3,428	361	32,737
Trans - DT	31,735	2,357	2,435	78	24,137
Trans - UR	29,684	2,013	2,363	350	22,181
Trans - IN	41,619	3,348	3,729	381	32,853
Trans - INFO	12,843	949	1,021	72	10,004
Trans - HB	87,003	6,996	7,215	219	71,592
Trans - SB	50,510	3,731	3,900	169	39,250
Trans - Total YTD	347,622	27,337	29,275	1,938	277,039

DELINQUENCY	Number	Balance
2 - 5 Months	20	71,093
6 -11 Months	2	31,805
12 Months & Over	3	10,395
Total	**25**	**113,293**

Monthly Statistics - Year To Date Statistics - Key Ratios - 2009

Category	%	Y/E 2008	JAN	FEB	MAR	APR	MAY	JUNE	JUL	AUG	SEP	OCT	NOV	DEC	YTD
Assets		86,366,726	87,757,046	115,291,732	115,952,351	118,445,061	120,161,319	121,279,807	121,031,227	121,224,368	119,968,543	120,120,905			33,754,179
Deposits		73,102,429	74,221,189	76,665,091	77,897,382	79,968,639	81,429,411	82,233,520	81,814,646	81,957,277	81,107,318	81,140,189			8,037,760
Investment Balance		43,185,859	44,911,138	79,593,710	74,406,580	76,110,844	77,513,598	77,925,466	76,822,238	76,865,321	75,123,091	75,697,143			32,511,284
Cash Balance		1,272,429	844,738	463,448	414,159	543,487	414,191	757,540	723,186	344,449	775,324	634,645			(637,784)
Loan Balance		37,420,917	37,527,807	36,810,817	37,093,747	37,746,402	38,162,336	38,042,024	38,926,382	39,571,203	39,588,809	39,311,550			1,890,633
Loans Made		1,209,689	942,195	1,167,548	1,278,928	1,684,003	1,739,015	1,438,494	2,023,241	1,640,356	1,315,528	1,046,796			14,276,104
Members		13,505	13,485	13,489	13,499	13,509	13,503	13,508	13,500	13,506	13,590	13,564			59
Accounts		22,685	22,657	22,662	22,686	22,700	22,673	22,679	22,674	22,679	22,750	22,717			32
DEL - 2-5 Months		187,983	206,403	198,613	84,134	85,713	57,379	47,514	55,324	95,257	55,839	71,083			(116,900)
DEL - 6-11 Months		3,866	12,249	37,000	20,065	26,770	50,359	33,977	41,868	31,967	31,865	31,805			27,939
DEL - 12 Months & >		8,033	8,033	7,618	7,307	7,187	7,003	6,883	5,743	15,482	10,395	10,395			2,362
Delinquent Amount		199,882	226,685	243,231	111,506	119,670	114,741	88,374	102,935	142,706	98,099	113,283			(86,599)
Delinquent Percent	< 1.30%	0.53%	0.60%	0.66%	0.30%	0.32%	0.30%	0.23%	0.26%	0.36%	0.25%	0.29%			-0.25%
Info-Teller		15,573	14,471	14,026	14,203	14,022	14,102	14,025	14,271	14,106	13,805	15,025			142,056
Website Inquiries		39,072	36,609	38,039	40,863	39,223	38,299	34,150	33,304	34,964	35,045	36,384			366,880
Bill Payer		1,067	1,088	1,106	1,124	1,144	1,158	1,171	1,190	1,202	1,222	1,235			168
E-Statements		1,184	1,217	1,242	1,260	1,306	1,326	1,357	1,396	1,423	1,445	1,517			333
Home Branch Access		2,539	2,543	2,584	2,596	2,615	2,615	2,570	2,596	2,610	2,958	2,620			2,620
Overdrawn Accounts		41,820	21,551	12,723	26,923	34,167	26,835	34,632	28,764	27,830	36,520	24,181			24,181
Share Bal. $5,000 & <		8,909,888	9,548,838	10,195,480	9,577,336	9,438,864	9,759,495	9,312,113	9,604,156	9,395,745	9,015,545	9,360,000			
INC - Loans YTD		2,695,524	234,871	444,153	674,907	899,289	1,134,956	1,362,513	1,602,076	1,840,948	2,074,273	2,315,117			
INC - Investments YTD		1,524,870	110,862	226,397	311,135	413,883	502,311	588,222	667,880	747,459	826,541	897,144			
INC - Other YTD		1,121,675	82,079	146,008	253,573	360,070	471,828	588,767	714,845	826,717	946,824	1,077,106			
INC - Total YTD		5,342,069	427,812	816,558	1,239,615	1,673,242	2,109,095	2,539,502	2,984,801	3,415,124	3,847,638	4,289,367			
EXP - ALLL YTD		244,000	22,111	40,611	64,661	92,411	92,411	126,911	145,411	163,911	213,661	223,661			
EXP - ALLL - OD YTD		978	125	250	(1,068)	(943)	(818)	(1,068)	(943)	(818)	(1,068)	(943)			
EXP - Dividend YTD		2,043,551	140,439	264,076	403,499	534,086	670,250	800,594	925,560	1,048,806	1,160,954	1,279,127			
EXP - Operating YTD		2,500,742	205,842	425,323	1,111,678	1,344,317	1,618,494	1,440,870	2,113,551	2,335,348	2,555,352	2,824,782			
EXP -(G)/L on Invest. YTD		(2,538)	0	0	0	(4,367)	(4,367)	(4,367)	(4,367)	(4,367)	(4,367)	-4,367			
Other Non Operating (Income)		0	0	0	0	0	0	0	(453,004)	(453,004)	(189,030)	(189,030)			-
EXP - Total YTD - $		4,786,733	368,517	730,260	1,578,770	1,965,504	2,375,970	2,362,940	2,726,208	3,089,876	3,735,502	4,133,230			
INC- NET- YTD		555,336	59,295	86,298	(339,155)	(292,262)	(266,875)	176,562	258,593	325,248	112,136	156,137			
Operating Exp. YTD - %	< 5.00%	2.91%	2.84%	2.51%	4.18%	3.69%	3.48%	2.55%	3.17%	3.04%	2.95%	2.92%			
Net Interest Margin / AA	> 3.00%	2.53%	2.83%	2.40%	2.19%	2.14%	2.08%	2.03%	2.02%	2.01%	2.01%	2.00%			
Return on Average Assets	0.70%	0.65%	0.82%	0.51%	-1.28%	-0.80%	-0.57%	0.31%	0.39%	0.42%	0.13%	0.16%			
Net Worth - $		12,883,162	12,914,457	12,944,460	12,511,091	12,565,901	12,591,287	13,034,724	13,116,755	13,183,410	12,970,299	13,029,299			
Total Resv. / Curr. Assets	> 9.00%	14.92%	14.72%	11.23%	10.79%	10.61%	10.48%	10.75%	10.84%	10.88%	10.81%	10.85%			
Average Assets - $		85,989,400	87,061,886	101,524,389	106,333,710	109,361,548	111,521,502	113,147,886	114,274,078	115,142,864	115,679,050	116,123,236			
Net Charge Off - $		220,359	0	0	52,684	0	0	63,792	0	0	57,449	0			173,925
Net Charge Off / AA - %	< .45%	0.26%	0.00%	0.00%	0.05%	0.00%	0.00%	0.06%	0.00%	0.00%	0.05%	0.00%			0.16%
Long Term Assets - $		21,264,716	20,603,600	19,922,004	19,821,392	20,320,411	20,698,440	21,282,060	21,684,847	22,042,663	22,069,746	21,883,458			
Net Long Term Asset /A - %	< 35.00%	24.62%	23.48%	17.28%	17.09%	17.16%	17.23%	17.55%	17.92%	18.18%	18.40%	18.22%			
Total Loans / Assets - %	< 90.00%	43.33%	42.76%	31.93%	31.99%	31.87%	31.76%	31.37%	32.16%	32.64%	33.00%	32.73%			
Share Growth - %	7.00%	13.28%	1.53%	4.87%	6.56%	9.39%	11.39%	12.49%	11.92%	12.11%	10.95%	11.00%			
Loan Growth - %	4.00%	8.14%	0.29%	-1.63%	-0.87%	0.87%	1.98%	1.66%	4.02%	5.75%	5.79%	5.05%			
CD Deposits - $		24,655,037	24,179,789	23,693,423	23,810,493	23,681,190	23,244,206	23,323,931	23,239,953	23,410,580	22,821,997	22,570,525			
Share Deposits - $		48,447,392	50,041,400	52,971,668	54,086,889	56,287,449	58,185,205	58,909,589	58,574,693	58,546,697	58,285,321	58,569,664			
Loan To Total Share - %		77.24%	74.99%	69.49%	68.58%	67.06%	65.59%	64.58%	66.46%	67.59%	67.92%	67.12%			
Loan To Total Deposit - %		51.19%	50.56%	48.02%	47.62%	47.20%	46.87%	46.26%	47.58%	48.28%	48.81%	48.45%			
Fixed Assets - $		1,641,838	1,635,009	1,625,166	1,615,323	1,607,550	1,597,931	1,588,312	1,578,693	1,571,450	1,591,957	1,553,329			
Fixed Assets - %	< 5.00%	1.90%	1.86%	1.41%	1.39%	1.36%	1.33%	1.31%	1.30%	1.30%	1.33%	1.29%			

ALM - REAL ESTATE LOAN BREAKDOWN — October 2009

	Year	Count	Balance	Monthly Installments	Amount to Reprice In 3 Years
CU Channels		2	63,776.06		63,776.06
Variable Rate		21	478,530.44		478,530.44
Maturities of 3 Years & Less	2009-2012	29	240,043.64		240,043.64
Maturities of 4 Years	2013	20	396,177.02		396,177.02
Maturities of 5 Years	2014	27	633,795.87		633,795.87
Maturities of 6 Years	2015	18	539,761.90		539,761.90
Maturities of 7 Years	2016	23	985,072.21		985,072.21
Maturities of 8 Years	2017	21	733,221.18	10,280.31	185,045.58
Maturities of 9 Years	2018	46	2,172,807.44	27,892.27	502,060.86
Maturities of 10 Years	2019	27	1,156,879.46	13,309.80	239,576.40
Maturities of 11Years	2020	25	1,459,597.52	16,484.00	296,712.00
Maturities of 12Years	2021	44	1,993,275.12	20,609.29	370,967.22
Maturities of 13Years	2022	55	3,566,763.81	36,235.36	652,236.48
Maturities of 14Years	2023	65	5,223,488.08	46,984.15	845,714.70
Maturities of 15Years	2024	67	5,292,449.14	44,373.99	798,731.82
Maturities of 16-19 Years	2025	0	0.00	0.00	0.00
Maturities of > Than 20 Years					0.00
		490	**24,935,638.89**		**7,228,202.20**

Net Long Term Loans	**17,707,436.69**
Fixed Assets	**1,553,329.18**
NCUSIF Deposit	**656,528.04**
LLC	**500.00**
Deferred Compensation	**1,800,000.00**
CUSO Investments	**165,664.00**
Total Long Term Assets	**21,883,457.91**

LOAN OFFICERS REPORT 2009
JEFFERSON COUNTY FEDERAL CREDIT UNION

October , 2009

Loans Approved	***191***	***$921,544.63***
Credit Limits Approved **** includes updates & increases***	***7***	***$33,500.00***
Loans Disbursed	***199***	***$976,836.02***
Indirect Lending	***7***	***$114,690.34***
Equity Checks	***2***	***$2,882.59***
Tecumseh Mortgages	***0***	***$0.00***
Universal Approved Loans **(100% Real Estate Loans)**	***2***	***$38,199.00***
Requests Denied	***51***	***$520,111.55***

J. Kevin Lush — ***Preparer***

November 12, 2009 — ***Date***

RECOMMENDED LOAN CHARGE OFF
FOURTH QUARTER 2009

ACCOUNT NUMBER	MEMBER NAME	CURRENT BALANCE	LOAN SUFFIX	LOAN TYPE	MDR	AUDR	DATE PAID	DATE DUE	MEMBER GROUP	LOAN OFFICER	Comments	REASON
738090	Richard Mix	$2,340.60	5	Open End	52%	53%	07/09/09	08/05/09	Collins Chevy	KL	Moved to Indianapolis - ABL	Employed & RTP
749900	Ronald Morris	$2,911.98	4	Note	31%	31%	07/02/09	08/05/09	Louisville Metro	KL	Sending to ABL For Suit	Unemployed
758160	Joshua Emily	$2,537.57	1	Note	0%	8%	06/26/09	07/05/09	Unspecified	PD	Sending to ABL For Suit	Employed & RTP
768400	Shelia Bennett	$1,762.38	5	Open End	7%	7%	08/21/09	08/05/09	Regional Airport Auth	TW	Sending to ABL For Suit	Unemployed
819090	Terry Thomas	$1,915.72	5	Open End	22%	29%	07/20/09	08/05/09	Burns Janitorial	GSE	Sending to ABL For Suit	Unemployed
820020	Christina Wright	$1,510.90	4	Note	28%	29%	07/16/09	07/05/09	Dayton Walther	TW	Sending to ABL For Suit	Skip - RTP
838580	Arthur Haydon	$2,186.32	1	Other	20%	20%	06/19/09	05/05/09	Place Of Residence	TW	Sending to ABL For Suit	Def Balance - Unemployed
890330	Michelle Mucker	$4,893.20	1	Note	30%	33%	08/03/09	08/05/09	Place Of Residence	KL	Sending to ABL For Suit	Employed & RTP
700202195	Patricia Wiseman	$121.41	3	Note	21%	28%	08/03/09	08/05/09	Census Bureau	PD	Sending to ABL For Suit	Skip - RTP
TOTALS	**For October**	**$20,180.08**		**9**								
695690	Leon Joyner	$2,041.71	1	Auto	21%	22%	06/24/09	06/05/09	Bob Hook Chevy	KL	Sending to ABL For Suit	Employed & RTP
707960	Courtney Lucas Jr	$4,882.22	5	Open End	37%	40%	08/07/09	09/05/09	Louisville Metro	KL	Sending to ABL For Suit	Employed & RTP
734020	Kathy Satterly	$2,597.19	5	Open End	37%	42%	07/31/09	08/05/09	Logo's Unlimited	GSE	Unsecured - Not Reaf - ABL	RTP - Filing Ch-7 Bankruptcy
834430	Marvin Bishop Sr.	$598.02	5	Open End	17%	24%	09/08/09	11/05/09	Louisville Metro	GSE	Unsecured - No Joint Owner	Deceased Member
882110	Shereen Ball	$1,200.72	2	Note	37%	37%	08/10/09	09/05/09	Place Of Residence	TW	Unsecured - Not Reaf - ABL	RTP - Filing Ch-7 Bankruptcy
700930650	Mae Cochran	$3,477.62	5	Open End	31%	32%	07/01/09	08/05/09	Census Bureau	TW	Unsecured - Not Reafirming	CH-7 Bankruptcy
TOTAL	**For November**	**$14,797.48**		**6**								
TOTAL	**For December**	**$0.00**		**0**								
TOTAL	**ACCOUNTS**	**15**										
TOTAL	**FOR QUARTER**	**$34,977.56**										

SAR

October

2009

Suspicious Activity Report

DATE FILED	DATE(S) OF ACTIVITY	REASON FILED	DOLLAR AMOUNT
		None Filed	

Total Activities =		**0**
Total Dollar Amount =	**$**	**-**

By:	
Date:	

OCTOBER 2009 OPERATING ACCOUNT GL #733000 PAYOUTS

Check #	Amount	Date	Payable To:	Reason
9148	890.00	10/1/2009	ISC KENTUCKY	COMPUTER HARDWARE - HV
9149	1,999.21	10/2/2009	PHOENIX UNDERWRITING	INSURANCE
9150	974.40	10/2/2009	ALLIED SOLUTIONS GAP	GAP INSURANCE
9151	7,208.30	10/2/2009	MINNESOTA MUTUAL	100% R E LOANS
9152	106.59	10/5/2009	BERNICE LIVERS	DECEASED ACCOUNT
9153	70.22	10/5/2009	FIRST SERVICE GROUP	INSURANCE
9154	425.00	10/6/2009	REPOSSESSIONS INC	REPO FEE
9155	662.25	10/6/2009	DIRECT RESPONSE	INSURANCE
9156	250.00	10/6/2009	J. SCOTT WISE & CO	PROFESSIONAL/OUTSIDE
9157	40.00	10/6/2009	COOK & REEVES CARS INC	LOAN SERVICING
9158	208.50	10/6/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9159	24.00	10/6/2009	CLARK COUNTY CLERK	ONE LEIN RECORDING
9160	73.50	10/8/2009	WASHINGTON NATIONAL LIFE	INSURANCE
9161	115.00	10/8/2009	TODD ISENBERG	LOAN SERVICING
9162	135.00	10/8/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9163	32.00	10/8/2009	JEFFERSON COUNTY CLERK	ONE LEIN RECORDING
9164	1,269.09	10/8/2009	AMERICAN HERITAGE	INSURANCE
9165	50.00	10/8/2009	CROSS MOTORS	INDIRECT LENDING
9166	1,578.71	10/9/2009	SARA LYONS	DECEASED ACCOUNT
9167	22.00	10/9/2009	HARDIN COUNTY CLERK	ONE LEIN RECORDING
9168	VOID			
9169	15.00	10/9/2009	CLARK COUNTY LICENSE BRANCH	LIEN RECORDING
9170	26.00	10/9/2009	MEADE COUNTY CLERK	LIEN RELEASE
9171	52.00	10/9/2009	JEFFERSON COUNTY CLERK	LIEN RELEASE
9172	10.00	10/14/2009	LABA	MEMBERSHIP & DUES
9173	36.55	10/14/2009	ROBERT MATTSON	DECEASED ACCOUNT
9174	40.00	10/14/2009	CLARK COUNTY LICENSE BRANCH	REPO FEE
9175	156.00	10/15/2009	BOB HOOK CHEVROLET	LOAN SERVICING
9176	105.00	10/15/2009	CLARK COUNTY AUTO AUCTION	REPO FEE
9177	105.00	10/15/2009	SAM'S CLUB	OFFICE SUPPLIES
9178	136.08	10/15/2009	INDUSTRIAL DISPOSAL	BLDG/LAND MAINTENANCE
9179	250.43	10/15/2009	ADT SECURITY SERVICE	BLDG/LAND MAINTENANCE
9180	135.00	10/15/2009	PENTEGRA DC PLAN	INSURANCE
9181	50.00	10/15/2009	SHRED-IT	PROFESSIONAL/OUTSIDE
9182	65.89	10/15/2009	DUPLICATOR SALES & SERVICE	OFFICE SUPPLIES
9183	5,439.00	10/15/2009	FORTRESS NETWORK SECURITY	COMPUTER
9184	492.01	10/15/2009	JEB ADVERTISING	OFFICE SUPPLIES
9185	VOID	10/15/2009		
9186	691.90	10/15/2009	BLUEGRASSNET	LOAN SERVICING
9187	1,120.76	10/15/2009	TRANS UNION LLC	PROFESSIONAL/OUTSIDE
9188	427.00	10/15/2009	PRINTING SERVICES II	OFFICE SUPPLIES
9189	366.40	10/15/2009	DIGITALMAILER INC	OTHER PROFESSIONAL
9190	1,152.55	10/15/2009	PUBLISHER'S PRESS	OTHER PROFESSIONAL
9191	8,050.00	10/15/2009	ADMAN MARKETING	ADVERTISING
9192	15.00	10/15/2009	OPC	MAINTENANCE
9193	425.00	10/15/2009	DAVID WATERMAN LLC	LOAN SERVICING
9194	250.00	10/15/2009	MARVIN SCHMIDT	APPRAISALS
9195	216.00	10/15/2009	PCI SERVICES, INC	LOAN SERVICING
9196	112.00	10/15/2009	ROUTE ONE	LOAN SERVICING
9197	375.00	10/15/2009	CREDIT UNION CONNECTION	LOAN SERVICING
9198	44.00	10/15/2009	POSTMASTER	POST OFFICE BOX
9199	300.00	10/15/2009	MAPOTHER & MAPOTHER	PROFESSIONAL/OUTSIDE
9200	685.00	10/15/2009	GARDA CL CENTRAL	PROFESSIONAL/OUTSIDE
9201	541.66	10/15/2009	CNBS LLC	PROFESSIONAL/OUTSIDE
9202	880.00	10/15/2009	CHEXSYSTEMS INC	PROFESSIONAL/OUTSIDE
9203	1.10	10/15/2009	JAYNE EBERSOL	POSTAGE & FEES
9204	7,565.44	10/15/2009	SHARE ONE, INC	COMPUTER
9205	497.50	10/15/2009	FORTRESS NETWORK SECURITY	PROFESSIONAL/OUTSIDE
9206	747.36	10/15/2009	JEB ADVERTISING	STATIONARY & SUPPLIES
9207	780.20	10/15/2009	ZIP EXPRESS COURIER	PROFESSIONAL/OUTSIDE
9208	165.00	10/15/2009	PRINTING SERVICES II	PROFESSIONAL/OUTSIDE
9209	208.50	10/16/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9210	24.00	10/16/2009	CLARK COUNTY RECORDER	ONE LEIN RECORDING
9211	3,876.76	10/16/2009	NXG STRATEGIES, LLC	ID SAFE CHOICE
9212	421.25	10/19/2009	DIRECT RESPONSE	INSURANCE
9213	135.00	10/19/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9214	38.00	10/19/2009	JEFFERSON COUNTY CLERK	LEIN RECORDING
9215	64.61	10/19/2009	EVELYN KESSINGER	DECEASED ACCOUNT
9216	1,316.64	10/19/2009	THE ESTATE OF HELENE JACOBS	DECEASED ACCOUNT
9217	169.00	10/20/2009	OXMOOR TOYOTA	INDIRECT LENDING
9218	223.30	10/20/2009	ALLIED SOLUTIONS	INSURANCE

Check #		Date	Payable To:	Reason
9219	50.00	10/21/2009	DAVID WATERMAN LLC	LOAN SERVICING
9220	199.50	10/22/2009	ROUTE ONE	LOAN SERVICING
9221	110.22	10/22/2009	LOUISVILLE/JEFF CO METRO GOVT	TELEPHONE
9222	52.80	10/22/2009	POSTMASTER	POSTAGE & FEES
9223	178.75	10/23/2009	KYCUL SERVICES INC	THEME PARK TICKETS
9224	22.00	10/23/2009	OLDHAM CO CLERK	LIEN RECORDING
9225	13.00	10/23/2009	BRECKINRIDGE COUNTY CLERK	MORTGAGE RELEASE
9226	32.00	10/23/2009	JEFFERSON COUNTY CLERK	MORTGAGE RELEASE
9227	135.00	10/23/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9228	135.00	10/23/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9229	32.00	10/23/2009	JEFFERSON COUNTY CLERK	MORTGAGE RELEASE
9230	135.00	10/23/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9231	32.00	10/23/2009	JEFFERSON COUNTY CLERK	MORTGAGE RECORDING
9232	135.00	10/23/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9233	1,089.09	10/27/2009	ALLIED SOLUTIONS	INSURANCE
9234	359.00	10/27/2009	CARRIAGE FORD	LOAN SERVICING
9235	960.87	10/28/2009	CARL HICKS	EMPLOYEE TRAVEL
9236	490.00	10/29/2009	CHAMPION CHEV PONT BUICK	LOAN SERVICING
9237	19,889.34	10/29/2009	KY STATE TREASURER	UNCLAIMED DECEASED ACCTS
9238	75.00	10/29/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9239	VOID	10/30/2009	DAVID WATERMAN LLC	APPRAISALS
9240	525.58	10/30/2009	LINCOLN LIFE INSURANCE	INSURANCE
9241	190.00	10/30/2009	PARC	PARKING-DOWNTOWN
9242	23.10	10/30/2009	CHEXSYSTEMS INC	PROFESSIONAL/OUTSIDE
9243	1,100.00	10/30/2009	WEBER & ROSE	PROFESSIONAL/OUTSIDE
9244	5,940.08	10/30/2009	FIRSERV	TWO LEIN RELEASE
9245	1,866.00	10/30/2009	COURTESY CLEANING	PROFESSIONAL/OUTSIDE
9246	797.63	10/30/2009	JEB ADVERTISING	STATIONARY & SUPPLIES
9247	249.00	10/30/2009	TELEDATA COMMUNICATIONS, INC	LOAN SERVICING
9248	312.00	10/30/2009	CUMMINS-ALLISON CORP	COIN COUNTER CONTRACT
9249	1,015.00	10/30/2009	GENERAL SERVICES CO	BLDG & LAND MAINTENANCE
9250	9.99	10/30/2009	BALBOA INSURANCE CO	CPI INSURANCE
9251	19,321.18	10/30/2009	LOUISVILLE METRO H R	INSURANCE
9252	253.58	10/30/2009	STAPLES CREDIT PLAN	STATIONARY & SUPPLIES
9253	45.00	10/30/2009	KOSAIR SHRINE CIRCUS FUND	EDUCATION
9254	11.00	10/30/2009	SANDRA MYJAK	EMPLOYEE TRAVEL
9255	6.60	10/30/2009	STACEY RIVERA	EMPLOYEE TRAVEL
9256	19.80	10/30/2009	JAYNE EBERSOL	EMPLOYEE TRAVEL
9257	24.75	10/30/2009	DON FRITTS	EMPLOYEE TRAVEL
9258	233.20	10/30/2009	RACHEL LEE	EMPLOYEE TRAVEL
9259	26.68	10/30/2009	CATHY PENNELL	EMPLOYEE TRAVEL
9260	19.00	10/30/2009	KEVIN LUSH	NOTARY
9261	31.63	10/30/2009	LINDSAY STINSON	EMPLOYEE TRAVEL
9262	110.00	10/30/2009	LARRY DODSON	BOARD MEETING
9263	430.21	10/30/2009	GENERAL SERVICES CO	INDIANA RENT
9264	500.00	10/30/2009	SHAWN BURRIS	TELEPHONE
9265	135.00	10/30/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9266	135.00	10/30/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9267	135.00	10/30/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9268	160.00	10/30/2009	GRACE TITLE GROUP	PROFESSIONAL/OUTSIDE
9269	32.00	10/30/2009	JEFFERSON COUNTY CLERK	MORTGAGE RECORDING
9270	32.00	10/30/2009	OLDHAM CO CLERK	MORTGAGE RECORDING
9271	147.00	10/30/2009	SATURN OF LOUISVILLE	LOAN SERVICING
9272	500.00	10/30/2009	SHAWN BURRIS	TELEPHONE
9275	650.00	10/30/2009	DAVID WATERMAN LLC	APPRAISALS
9276	250.00	10/30/2009	MARVIN SCHMIDT	APPRAISALS
Total	114,496.24		124	

ACH OPERATING ACCOUNT PAYOUTS		Debited By:	Reason
	1,170.77	AT&T	Phones - MO & HV
	1,577.99	Credit Card	MasterCard
	1,144.12	Louisville Water Company - MO	Office Occupancy
	44.00	Postage	Postage
	139.77	AT&T	Internet - Indiana
	1,178.62	LG&E	Gas & Electric
Total	5,255.27		

Month	October 2009																																		
Stations / Spots	WAVE-TV 3 (A - 15) WHAS-TV 11 (B - 22) WLKY-TV 32 (C - 31)																																		
Date	Sep 27	28	29	30	Oct 1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
Day	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
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Month	October 2009																																	
Stations / Spots	WAMZ - FM (A -59)																																	
Date	Sep 27	28	29	30	Oct 1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
Day	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
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