

BOARD OF DIRECTORS REPORT

This year our credit union turns 55 years old! It was formed to meet the needs of the employees of Denver Chicago Trucking at a time when banks were paying low dividends to savers and charging high interest rates to the few workers they would lend money to. The purpose of the credit union was to improve the quality of life for its members.

The purpose of the credit union has remained the same over the years. The only change now is the fact that our membership is open to the area around the credit union and to several other small employee groups. Our goal is to improve the quality of life for each member. Our savings rates are high, and our loan rates are as low as we can afford to keep them. If you compare our services to the other financial institutions in the area, you will find this is true.

This year brought with it adversities to overcome as it does each and every year. Delinquencies, bankruptcy filings, and foreclosures continue to be a major problem to contend with. Despite the adversities, DC Credit Union continues to show a positive growth in assets and a solid 26.06% capital ratio.

Throughout the year, the board of directors reviews key financial trends and ratios to insure the financial strength of the credit union. A strong capital position acts to cushion fluctuations in earnings so that we can continue to provide reassurance to our members of our long-term ability to provide financial services.

We are fortunate to have such a diligent board and committee members to safeguard the assets of our credit union. Again, the primary goal for 2008 will be to maintain a strong capital position.

SUPERVISORY COMMITTEE'S REPORT

As your credit union Supervisory Committee, we have a commitment to supervise the overall safety and soundness of your credit union. Our primary responsibilities are to ensure the effectiveness of internal checks and balances and adherence to established policies and procedures. I can assure you, as a member of this committee, our commitment is to see these standards are kept at the highest level.

Our duties include reviewing operational procedures, performing supplemental audits, reviewing a percentage of the loan portfolio, performing random cash counts, verification of accounts, reviews of dormant accounts, and attending board meetings. In addition to our reviews, the law requires the Supervisory Committee to conduct a yearly audit of the credit union's financial record. The committee will meet this requirement by retaining Lombardi Accounting, an independent audit firm. The firm will audit the financial records of the credit union as of December 31, 2007.

The Supervisory Committee will continue to monitor your credit union to ensure that your funds are safe and secure. The reports and results of audits and state examiners continue to show your credit union to be operating in a financially sound manner. Our business plan, in addition to our current records, show prosperity for our credit union for years to come.

The Supervisory Committee works in a supportive role to assist the Board of Directors and you, the membership, in maintaining a solid foundation and a visionary future for our credit union. In closing, I would like to thank you for allowing us the opportunity to serve you. We appreciate our loyal members and the support you give.

Board of Directors

Hank Estrada - *Chairperson*

Al Kuhn - *vice chairperson*

Larry Monson - *Secretary*

Lonnie Akins - *Treasurer*

Lu Schlabaugh - *director*

Supervisory Committee

Barbara Moore - *Chairperson*

Josephine Quintana - *Committee member*

Tina Cotton - *Committee member*

Credit Committee

Patrick Derenzo - *Chairperson*

Ron Mckey - *Committee member*

Sherry Babcock - *Committee member*

Staff

Mary Aldridge - *Manager*

Gilda White - *loan associate*

Curisha Vera - *member services*

April 21, 2007 - annual meeting minutes

1. The meeting was called to order at 7:45 pm by Hank Estrada
2. Officers in attendance included Hank Estrada, Al Kuhn, Lu Schlabaugh, Barbara Moore, Josephine Quintana, and Tina Cotton. Mary, Gilda and Curisha from the office were also present. There were a total of 46 members and guests present.
3. A quorum was declared as present by Hank Estrada
4. A motion was made by Jerry Loose to accept the minutes from the 2006 meeting that were read by Mary. Stan Stanek seconded this motion and all attending voted in favor.
5. Hank Estrada introduced directors, committee members and staff.
6. A motion was made by Peggy Banks to accept the board of directors report given by Hank Estrada. Dan Laroe seconded this motion, and all attending voted in favor.
7. A motion was made by Stan Stanek to accept the loan officer's report that was read by Gilda. Peggy Banks seconded this motion, and all attending voted in favor.
8. Jerry Loose made a motion to accept the Supervisory Committee report that was read by Barbara Moore. Dan Laroe seconded this motion, and all attending voted in favor.
- 9.. The financial report for 2006 was reviewed. Jerry Loose made a motion to accept this report. John Brame seconded this motion and all attending voted in favor.
10. Dan Laroe read the list of open seat and the names of the directors and committee member's running for these. All seats were unopposed.
11. Stan Stanek made a motion to accept the adjournment that was asked for by Hank Estrada at 8:15 pm. Dan Laroe seconded this motion and all attending voted in favor of this.
12. There was then a drawing of 10 names and cash prizes were given to the winners.

2007 Elections

Board of Directors

Lonnie Akins....._____

_____....._____

Credit Committee

Pat Derenzo....._____

_____....._____

*Thank you
to all our volunteers who
give up their time
so freely ! And thanks
to all our dedicated members
who have made DC their
main financial institution for
so many years !*

DC CREDIT UNION

55 th

Annual Meeting

April 18, 2008

**Charlotte's Web
Restaurant**

**5271 E. 52nd Ave
Commerce City, CO**

ANNUAL MEETING AGENDA

FRIDAY
APRIL 18, 2008

- ◆ Call meeting to orderHank Estrada
- ◆ Ascertain a Quorum is presentHank Estrada
- ◆ Request gift drawing tickets be submitted.....Hank Estrada
- ◆ Acceptance of 2007 minutes.....Mary Aldridge
- ◆ Introduction of Staff and Volunteers.....Hank Estrada
- ◆ Board of Directors report.....Hank Estrada
- ◆ Supervisory Committee's report.....Barbara Moore
- ◆ Review and accept financial report.....Hank Estrada
- ◆ Nominations and voting.....Christine Bailey
- ◆ Award door prizes.....Hank Estrada
- ◆ Adjournment.....Hank Estrada



FINANCIAL REPORT

ASSETS

Loans	\$ 3,704,043.00
Less allowance for loan loss	(\$ 42,350.00)
Cash	\$ 180,050.00
Investments	\$ 2,382,197.00
NCUA share deposit	\$ 49,992.00
Land & Building	\$ 21,653.00
Furniture & equipment	\$ 13,784.00
Other assets	\$ 59,130.00
TOTAL ASSETS	\$ 6,368,500.00

LIABILITIES

Accounts payable & other liabilities	\$ 23,593.00
Shares	\$ 4,684,950.00
Regular Reserves	\$ 347,796.00
Undivided Earnings	\$ 1,312,161.00
TOTAL LIABILITIES	\$ 6,368,500.00

INCOME

Income	\$ 410,577.00
Operating Expense	\$ 206,129.00
Dividend Expense	\$ 113,413.00
Provision for loan loss	\$ 18,370.00

NET INCOME 2007 \$ 72,665.00

