



PARD A
FEDERAL CREDIT UNION



CELEBRATING 80 YEARS
OF COMMITMENT

2017 ANNUAL REPORT

TABLE OF CONTENTS

PRESIDENT'S REPORT	3
FINANCIAL HIGHLIGHTS	4 - 5
PRODUCTS AND SERVICES	6
eSERVICES	7
CONTRIBUTIONS	7
SCHOLARSHIP	8
COMMUNITY	9
BOARD OF DIRECTORS	10
SUPERVISORY COMMITTEE	10
EMPLOYEES	11

PROUD OF OUR PAST, PREPARED FOR OUR FUTURE

We are dedicated to building lifelong financial relationships with our members. As we commemorate our 80th anniversary, we celebrate the reason PARDA Federal Credit Union exists – serving and empowering the financial success of each individual member.

PARDA lives by the credit union philosophy of “People Helping People”. Our commitment to our members, staff and communities has been our guidepost since 1937. While we’ve grown and evolved over the past 80 years, we have been steadfast in our promise to remain focused on our members.

Throughout 2017, PARDA experienced growth and advancement. We recognize investments we make now will ensure our continued progress throughout the next 80 years.

INVESTMENT IN MEMBERSHIP

PARDA's commitment to member engagement has never been stronger. Over the past year, we welcomed nearly 1,800 new members to the PARDA family, many resulting from member referrals. There is no better testament to our outstanding relationship with our membership than their personal recommendation to a friend or family member – we are honored.

PARDA is dedicated to helping improve the financial health of our members and the communities we serve. Each year we award scholarships for education totaling \$5,000. We also support local organizations and charities through sponsorships, volunteerism and donations. We partnered with GreenPath financial wellness in 2017 to provide PARDA members with the knowledge, tools and assistance to achieve their financial goals.

INVESTMENT IN PEOPLE

In 2017, after serving as President & CEO of PARDA since 1998, Nancy Wasczenski transitioned into retirement. Many milestones were accomplished during her tenure, helping to create the strong financial organization PARDA is today. One achievement was to develop a leadership team well positioned to continue the journey ahead with strategic vision and a focus on the future. The PARDA executive leadership team has decades of financial institution leadership experience and industry insight and we remain committed to offering the financial service and solutions consumers expect and our members deserve.

Our ability to offer the best products and services is only achieved through our talented staff. Employee educational and enrichment opportunities are important to us and employee engagement and satisfaction is a priority. We invest time and resources to the development of our team – your financial advocates. When PARDA employees succeed, our members succeed!

As we look back on our 80 years, please accept my sincere gratitude on behalf of the PARDA Board of Directors and Leadership Team for your continued membership and support. We thank you for placing your trust and confidence in PARDA Federal Credit Union. We will remain focused on continuing our tradition of building lifelong financial relationships - serving and empowering the financial success of each individual member.

Sincerely,

Kimberly Jones
President & CEO



BALANCE SHEET • DECEMBER 31, 2017

ASSETS	
Cash and Cash Equivalents	\$7,681,744
Securities Available-for-Sale	50,049,324
Other Investments	16,202,200
Loans, Net of Allowance for Loan Losses	96,824,414
Accrued Interest Receivable	500,642
Property and Equipment	2,174,742
National Credit Union Share Insurance Fund	1,507,748
Other Assets	1,766,515
TOTAL ASSETS	\$176,707,329

LIABILITIES AND MEMBERS' EQUITY	
Liabilities	
Members' Shares	\$150,851,686
Accrued Expenses and Other Liabilities	1,099,578
Borrowed Funds	—
Total Liabilities	151,951,264
Members' Equity	
Retained Earnings, Substantially Restricted	25,084,408
Unrealized Gain (Loss) on Securities Available-for-Sale	(328,343)
Total Members' Equity	24,756,065
TOTAL LIABILITIES AND MEMBERS' EQUITY	\$176,707,329

BALANCE SHEET • DECEMBER 31, 2016

ASSETS	
Cash and Cash Equivalents	\$9,371,949
Securities Available-for-Sale	53,155,470
Other Investments	13,015,200
Loans, Net of Allowance for Loan Losses	93,195,464
Accrued Interest Receivable	474,884
Property and Equipment	2,089,717
National Credit Union Share Insurance Fund	1,483,758
Other Assets	1,240,379
TOTAL ASSETS	\$174,026,821

LIABILITIES AND MEMBERS' EQUITY	
Liabilities	
Members' Shares	\$148,827,324
Accrued Expenses and Other Liabilities	1,153,763
Borrowed Funds	—
Total Liabilities	149,981,087
Members' Equity	
Retained Earnings, Substantially Restricted	24,717,643
Unrealized Gain (Loss) on Securities Available-for-Sale	(671,909)
Total Members' Equity	24,045,734
TOTAL LIABILITIES AND MEMBERS' EQUITY	\$174,026,821

STATEMENT OF INCOME • DECEMBER 31, 2017

INTEREST INCOME	
Interest on Loans	\$5,048,410
Interest on Investments and Cash Equivalents	1,583,760
	6,632,170
INTEREST EXPENSE	
Dividends on Members' Shares	292,924
Interest on Borrowed Funds	—
	292,924
NET INTEREST INCOME	6,339,246
Provision for Loan Losses	1,029,100
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	5,310,146
NON-INTEREST INCOME	
Service Charges and Other Fees	1,772,616
Other Non-Interest Income	1,072,949
Gain on Sale of Securities	26,910
	2,872,475
NON-INTEREST EXPENSE	
Salaries and Benefits	3,922,796
Operations	3,419,571
Occupancy	473,489
	7,815,856
NET INCOME	\$366,765

STATEMENT OF INCOME • DECEMBER 31, 2016

INTEREST INCOME	
Interest on Loans	\$4,706,116
Interest on Investments and Cash Equivalents	1,566,697
	6,272,813
INTEREST EXPENSE	
Dividends on Members' Shares	328,196
Interest on Borrowed Funds	—
	328,196
NET INTEREST INCOME	5,944,617
Provision for Loan Losses	586,100
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	5,358,517
NON-INTEREST INCOME	
Service Charges and Other Fees	1,570,787
Other Non-Interest Income	1,098,232
Gain on Sale of Securities	146,678
	2,815,697
NON-INTEREST EXPENSE	
Salaries and Benefits	3,778,229
Operations	3,154,919
Occupancy	482,473
	7,415,621
NET INCOME	\$758,593

PARDA remains financially strong as demonstrated by our 14.20% net worth ratio. The well-being of our entire membership is the top priority when making financial decisions as we believe this strategy serves the best interest of all our stakeholders.

— Charles Pruett III
Chief Financial Officer

BY THE NUMBERS

LOANS GRANTED IN 2017:



BY THE NUMBERS



PRODUCTS AND SERVICES

For us, it's about the relationship. We want our members for life! We are consistently exploring new trends and ideas ensuring we're staying relevant and offering the very best products and services to our members.

— Kimberly Oblak
Chief Operations Officer

SAVINGS

- Share Savings Accounts
- Premier Savings
 - Holiday Club Savings
 - Vacation Club Savings
 - Youth Club Savings
 - IRA Savings
 - Share Certificates
 - IRA Certificates
 - Business
 - Business Money Market

LOANS

- New & Used Auto
- Premier Line-of-Credit
- Recreational Vehicle
- Signature
- Lines of Credit
- Member Express Loan

REAL ESTATE LOANS

- First Mortgages
- Reverse Mortgages
- Home Equity Loans
- Approved FHA/VA Lender

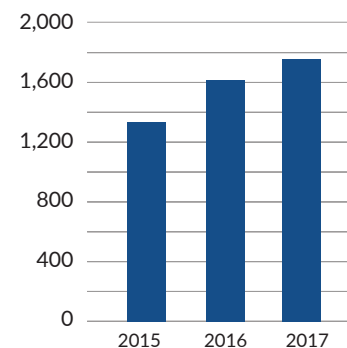
CREDIT CARDS

- Visa® Platinum Card
- Visa® Bonus Rewards Card
- Visa® Bonus Rewards PLUS Card
- Cash Rewards American Express® Card
- Travel Rewards American Express® Card

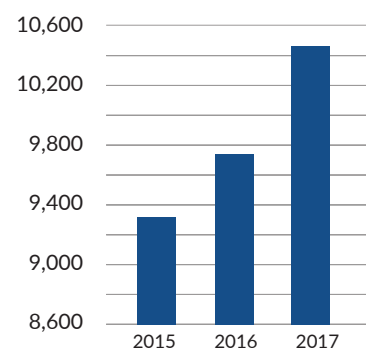
CONVENIENCE SERVICES

- ATM
- Debit Card with NEW Ampre cash back rewards
- Overdraft Protection
- Direct Deposit
- eStatements
- Online & Mobile Banking
- Online & Mobile Loan Application
- Online Bill Pay
- Mobile Deposit Capture
- Shared Branching
- Notary Public
- Cashiers Checks
- Financial Planning

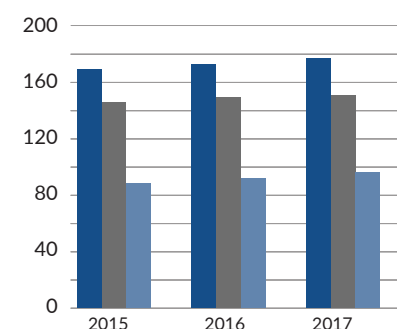
NEW MEMBERS



CHECKING ACCOUNTS



ASSETS/SHARES/LOANS (\$ MILLIONS)

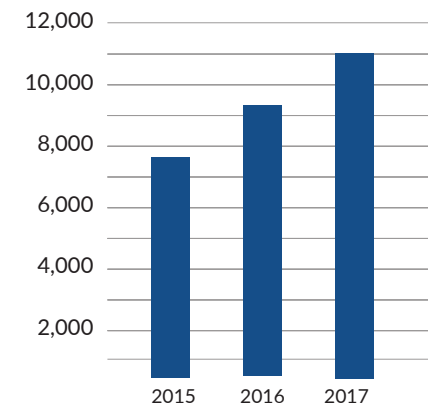


eSERVICES

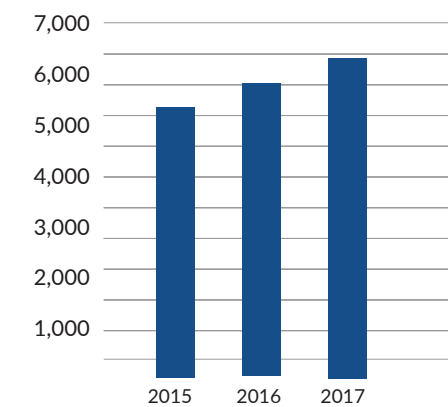
Technology is always a top priority at PARDA. We have made great strides in updating our systems, increasing our security, and creating an easy user interface for our members.

— Anthony Steffens
Chief Information Officer

ONLINE BANKING USERS



eSTATEMENT USERS



CONTRIBUTIONS FOR 2017

Family Promise	Morris Plains, New Jersey
Market Street Mission	Morris Plains, New Jersey
CT Police Work Dog Association	Milford, Connecticut
Multiple Sclerosis Society	Milford, Connecticut
Make a Wish	Auburn Hills, Michigan
Lakeshore Habitat for Humanity	Holland, Michigan
Outdoor Discovery Center	Holland, Michigan
National Disaster Relief fund for Tropical Storm Harvey	Rockford, Illinois
Children's Home + Aid	Rockford, Illinois
Big Brothers & Big Sisters	Ypsilanti, Michigan
Toys for Tots	Milford, Connecticut





PARDA
FEDERAL CREDIT UNION

Annual Scholarship Program

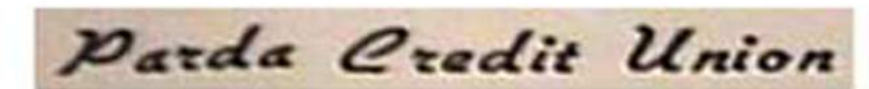


“ I was excited and grateful to be selected as a recipient of the 2017 PARDA Credit Union Scholarship! This scholarship has helped offset the tuition for my Engineering Program at the University of Alabama.

Receiving this scholarship meant that I did not have to worry as much about paying for school, and instead was able to concentrate/focus more on my studies. Thank you so much for supporting me as a future engineer! ”

Dayton Emerson • Class of 2021 • Electrical Engineering • The University of Alabama

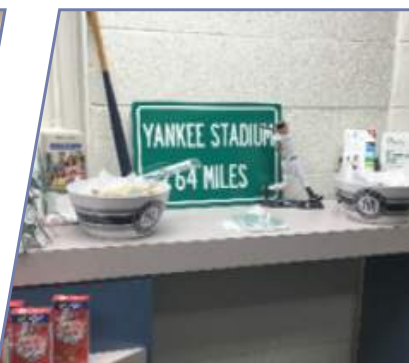
PARDA THROUGH THE YEARS



The credit union philosophy of “People Helping People” extends to the communities where our members live and work.

Each year, PARDA supports not-for-profit organizations through sponsorship, volunteerism and donations.

— Jill Reinert
Executive Director of Human Resources



BOARD OF DIRECTORS



Donald Callihan
Chair



Jacquelyn Randall
Vice Chair



Sherry L. Gass
Treasurer



David J. Sweet
Secretary



Manuel (Manny) Hernandez
Board Member



Michael Donley
Board Member



Stephen Barrett
Board Member

PARDA prides itself in striving to help members in a personal, friendly, caring and speedy manner.”
— Donald Callihan
Chairman,
Board of Directors

PARDA EMPLOYEES

Thank you to the entire PARDA team for all your efforts in 2017!

Vicki Bade
Rebecca Ball
Monica Beard
Philip Bondarchuk
Deborah Britton
Zachary Christopoulos
Winda Cool
Nicholas DiBona
Angela Dick
Kathy Dinkel
Joan Duronio
Beonka Edwards
Debra Enright
Diana Galindo
Gena Garner
Christina Gazda
Anjali Gingade
Danyele Gunjak
Melissa Harrald
Katrina Hill

Leigh Hoppe
Nora Hummel
Renita Jackson
Selena Jackson
Kimberly Jones
McKenna Judkins
Lisa Kempf
Tim Koning
Tonya Lawson
Robin Lee
Heather Marks
Courtney Moerler
Jennifer Montgomery
Monique Moore
David Moshenko
Melanie Myjak
Charity Neal
Heather Nichols
Kimberly Oblak
Desirae Oliver

Michelle Oliver
Charles Pruett III
Kasey Quintanilla
Jill Reinert
Jaime Rodriguez
Juan Rodriguez
Felicia Sedewar
Lisa Silva
Carmen Smith
Brooke South
Amy Sova
Amanda Stark
Lori Stauffer
Anthony Steffens
Sandra Thompson
Dana Turner
Crystal Vanderheyden
Nancy Wasczenski
Kelly Winkleblack
JoAnn Yaklin

The most rewarding part of my job is having the opportunity to make a difference in the lives of our members. We have helped many members start establishing credit, buy their first home or car.

— Lisa Kempf
Branch Manager

SUPERVISORY COMMITTEE

KENNETH CHRISTIE, CHAIR

LAUREN GIROUX

JACQUELYN RANDALL





PARDA

FEDERAL CREDIT UNION

ANYTIME ANYWHERE

800.860.5640

www.parda.com

MAIN OFFICE SUPPORT CENTER

2601 Cambridge Court, Suite 210 • Auburn Hills, MI 48326

248.340.7000 • Fax 248.475.2550

EASTPOINTE, MI

18321 E. 8 Mile Road
Eastpointe, MI 48021
586.773.9444
fax 586.773.2520

LITITZ, PA

400 W. Lincoln Ave.
Lititz, PA 17543
717.405.3498
fax 717.627.9540

GREENWOOD, SC

1835 Bypass 72 NE
Greenwood, SC 29649
864.223.6787
fax 864.223.5866

MILFORD, CT

10 Leighton Road
Milford, CT 06460
203.713.9877
fax 203.878.9716

HOLLAND, MI

12345 Felch Street
Holland, MI 49424
616.994.6117
fax 616.994.6119

ROCKFORD, IL

5500 Forest Hills Road
Loves Park, IL 61111
815.282.5620
fax 815.282.5620

HOLLAND, MI

259 East 24th Street
Holland, MI 49423
616.392.6979
fax 616.392.6724

YPSILANTI, MI

3650 Carpenter Rd., Suite A
Ypsilanti, MI 48197
734.973.7208
fax 734.973.7321

