

Statement of Financial Condition

Assets	2019	2018	\$ Change	% Change
Loans	62,275,437	58,763,992	3,511,445	5.98%
Less: Allowance for Loan Loss	(147,753)	(130,534)	(17,219)	-13.19%
Loans Net of Allowance	62,127,684	58,633,458	\$3,494,226	5.96%
Cash & Cash Equivalents	5,601,529	3,880,451	1,721,078	44.35%
Investments	10,138,458	6,540,291	3,598,167	55.02%
Fixed Assets	1,161,864	1,068,742	93,122	8.71%
Other Assets	1,588,266	1,342,371	245,895	18.32%
Total Assets	80,617,801	71,465,313	\$9,152,488	12.81%

Liabilities and Members' Equity

Shares	31,184,976	32,130,651	(945,675)	-2.94%
Certificates	2,646,858	1,010,122	1,636,736	162.03%
Money Market	14,950,147	12,772,514	2,177,633	17.05%
Share Drafts	20,787,538	17,559,380	3,228,158	18.38%
IRAs	1,883,084	1,974,051	(90,967)	-4.61%
Nonmember Deposits	2,159,000	-	2,159,000	100.00%
Total Share & Deposit Accounts	73,611,603	65,446,718	\$8,164,885	12.48%
Total Notes Payable & Other Liabilities	808,040	553,634	254,406	45.95%
Regular Reserves	1,137,843	1,137,843	-	0.00%
Undivided Earnings	5,060,315	4,327,118	733,197	16.94%
Total Reserves	6,198,158	5,464,961	\$733,197	13.42%
Total Liabilities and Members' Equity	80,617,801	71,465,313	\$9,152,488	12.81%

Statement of Earnings

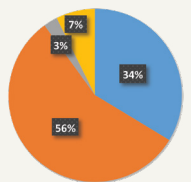
Interest Income on Loans	3,113,825	2,840,776	273,049	9.61%
Interest Income on Investments	263,273	223,557	39,716	17.77%
Interest Income	3,377,098	3,064,333	\$312,765	10.21%
Members' Shares & Savings	149,871	63,428	86,443	136.29%
Borrowed Funds	144	1,405	(1,261)	0.00%
Interest Expense	150,015	64,833	\$85,182	131.39%
Provision for Loan Losses	101,771	134,484	(32,713)	-24.32%
Non-Interest Income	1,373,304	1,287,394	85,910	6.67%
Operating Expenses	3,765,419	3,514,820	250,599	7.13%
Net Income Before NCUSIF Expense	733,197	637,590	\$95,607	15.00%
NCUSIF Expense	-	-	-	n/a
Net Income	733,197	637,590	\$95,607	15.00%

(Unaudited Financials)



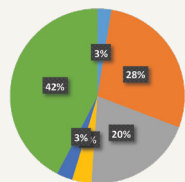
ANNUAL REPORT

Distribution of Loans



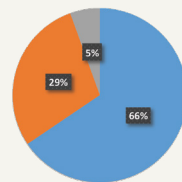
■ Auto/Boat/RV
■ Real Estate
■ Other
■ Credit Card, Unsecured

Distribution of Shares



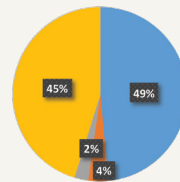
■ IRAs
■ Share Drafts
■ Money Market
■ Certificates
■ Nonmember Deposits
■ Shares

Sources of Income



■ Interest on Loans
■ Other Income
■ Income on Investments

Distribution of Income



■ Operations
■ Dividends
■ Provision
■ Compensation & Benefits

PRESIDENT/CEO'S MESSAGE



Hello members,

Thank you for choosing Sno Falls as your financial partner. We are proud to provide financial services in our beautiful Snoqualmie Valley and beyond.

And we're very excited to share this past year's successes...

In 2019 we continued to aggressively innovate our technology infrastructure. This work improves operational efficiencies while allowing us to continually offer you the best, most current products and services.

We achieved record financial performance across the board in many areas including total assets, deposits, loans and net income. As a result, we finished 2019 in the strongest financial position in the history of the credit union.

One of the most exciting events of last year was the purchase of the Mountain Valley Center in North Bend—where we plan to build the future flagship branch and headquarters of Sno Falls Credit Union.

In 2019, we also followed in our long-standing and meaningful commitment to this valley by contributing to and supporting 19 community organizations.

You—our members, our community—make this credit union vibrant, strong and successful.

Best,

Timothy W. Williams
President and CEO

CHAIRMAN'S LETTER

Throughout 2019, Tim and the Sno Falls team tackled a number of new initiatives. The board is beyond pleased with the results, as well as the team's continued outstanding support for our number one priority: you, our members.

We look forward to new accomplishments in the coming year and we're eager to build on the success of 2019.

From the entire board, thank you for your trust in our team.

Dennis Arriaga
Chairman of the Board

SUPERVISORY COMMITTEE REPORT

Your Supervisory Committee is charged with representing the members' interests and validating the results of operations each year. In 2019, the Supervisory Committee retained the independent public accounting firm of Hauser, Jones & Sas LLC to perform a financial statement audit and member verification, as well as an audit of the financial condition of Sno Falls Credit Union.

In carrying out its responsibilities, the Supervisory Committee believes that appropriate internal controls are in place at SFCU and that the 2019 financial statements accurately reflect the financial position of the credit union.

Bart Kelly
Chairman, Supervisory Committee

BOARD OF DIRECTORS

Dennis Arriaga, Chairman
Shelly Inman, Vice Chair
Carol Lawrence, Secretary
E. Steve Collins, Director
Bart Kelly, Director
Susan Hankins, Director
Mary Barrett, Director

2019 SUPERVISORY COMMITTEE

Bart Kelly, Chairman
Susan Hankins
Chris Grina