



2023

ANNUAL  
REPORT



# CHAIRMAN AND PRESIDENT'S REPORT

On behalf of your Board of Directors and Management team, thank you for your membership and continued trust in Planites Credit Union (PCU). We are pleased to report that 2023 was another successful year for your Credit Union.

Interest rates continued to increase in 2023 with the Federal Reserve Bank increasing rates four more times between February and July 2023. During this period, and throughout 2023, Planites CU was able to offer members better-than-market CD rates and at the same time offered competitive loan rates. This contributed to growth in both loan and deposit balances.

In 2023, the loan portfolio grew to \$18.1M, an increase of 9.25%. A total of \$5.9M in new loans was issued in 2023. A key contributor to this growth was the PCU Home Equity Loan program. While First Mortgage loan activity was low due to high interest rates, the Home Equity Loan program was very successful, growing by more than \$500K (73%).

As of December 31, 2023, PCU had \$73K in net income, \$4.1M in capital and \$37.4M in assets. Total assets grew by about 2.25%. The asset growth came from an increase in member CD account balances. Our net worth ratio stands at 11%, which is well above what is considered well-capitalized by the National Credit Union Administration (7%).

Members continue to use our electronic banking services. In fact, mobile banking users increased by almost 8% in 2023. We also had increases in bill pay, remote deposit and portal pay utilization. Finally, over the past year, we've made it easier and more secure to conduct financial transactions on a mobile device. Members can now use their PCU Visa® debit and credit cards in Apple®, Google™ and Samsung® Pay.

In 2024, Planites Credit Union will continue to prioritize service, reliability and value for you, our member-owners. We appreciate the support and trust you place in us by choosing us for your financials needs.

Respectfully submitted,

**James Burda**  
Chairman of the Board

**Danny Valkanos**  
President

## 2023 FINANCIALS CONSOLIDATED BALANCE SHEET

Assets	12/31/23	% of Assets	12/31/22	% of Assets
Investments	\$19,304,455	51.7%	\$20,056,450	54.9%
Loans	\$18,098,105	48.4%	\$16,565,334	45.3%
Other Assets	\$151,550	0.4%	\$157,938	0.4%
Loan Loss Reserves	\$(181,272)	-0.5%	\$(233,886)	-0.6%
<b>Total Assets</b>	<b>\$37,372,838</b>	<b>100%</b>	<b>\$36,545,836</b>	<b>100%</b>

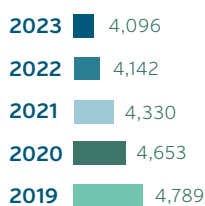
Liabilities & Equity	12/31/23	% of Liabilities	12/31/22	% of Liabilities
Shares	\$32,939,284	88.1%	\$32,100,069	87.9%
Dividends Payable	\$-	0.0%	\$-	0.0%
Accounts/Notes Payable	\$323,825	0.9%	\$408,807	1.1%
Reserves & Equity	\$4,036,960	10.8%	\$3,957,013	10.8%
Net Income	\$72,769	0.2%	\$79,947	0.2%
<b>Total Liabilities &amp; Equity</b>	<b>\$37,372,838</b>	<b>100%</b>	<b>\$36,545,836</b>	<b>100%</b>

# CONSOLIDATED INCOME & EXPENSE STATEMENT

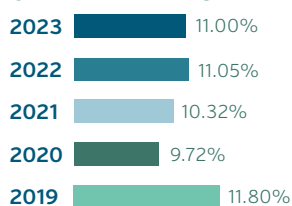
Income	12/31/23	12/31/22	Variance \$	Variance %
Investment Income	\$537,057	\$345,380	\$191,677	55%
Interest Income (Loans)	\$921,191	\$698,621	\$222,570	32%
Fee Income	\$363,526	\$369,544	\$(6,018)	-2%
Other Operating Income	\$-	\$27,101	\$(27,101)	N/A
<b>Total Income</b>	<b>\$1,821,774</b>	<b>\$1,440,646</b>	<b>\$381,128</b>	<b>26%</b>

Expenses	12/31/23	12/31/22	Variance \$	Variance %
Operating Expenses	\$1,190,992	\$1,163,577	\$(27,415)	-2%
Reserve for Loan Loss	\$24,000	\$24,000	\$-	0%
Dividend Expenses	\$534,013	\$173,122	\$360,891	-208%
<b>Total Expenses</b>	<b>\$1,749,005</b>	<b>\$1,360,699</b>	<b>\$(388,306)</b>	<b>-29%</b>
<b>Net</b>	<b>\$72,769</b>	<b>\$79,947</b>	<b>\$(7,178)</b>	<b>-8.98%</b>

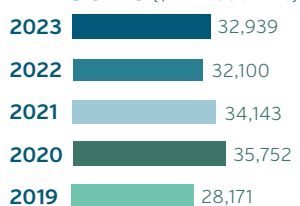
## MEMBERSHIP



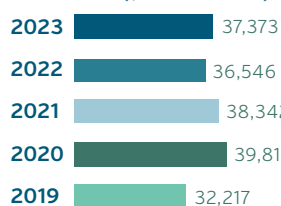
## CAPITAL RATIO



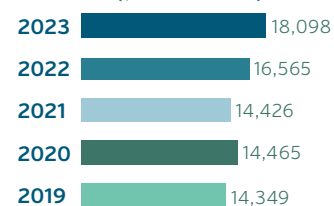
## DEPOSITS (\$ IN THOUSANDS)



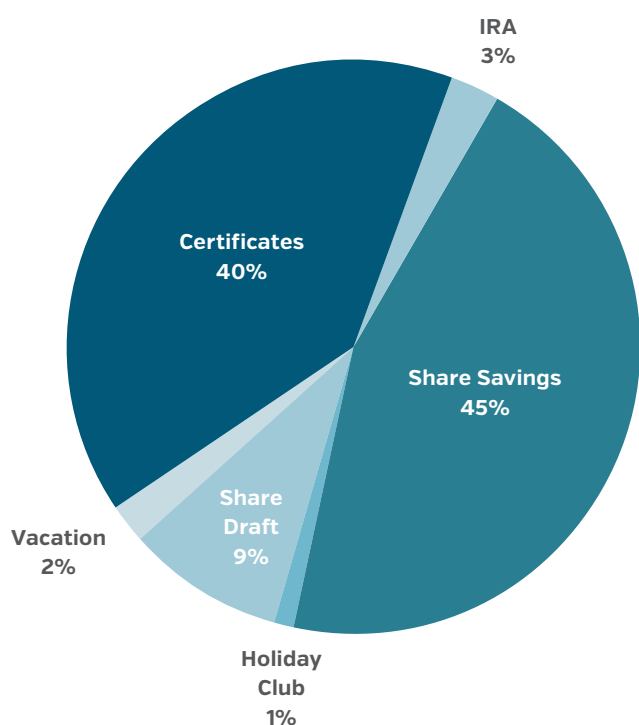
## ASSETS (\$ IN THOUSANDS)



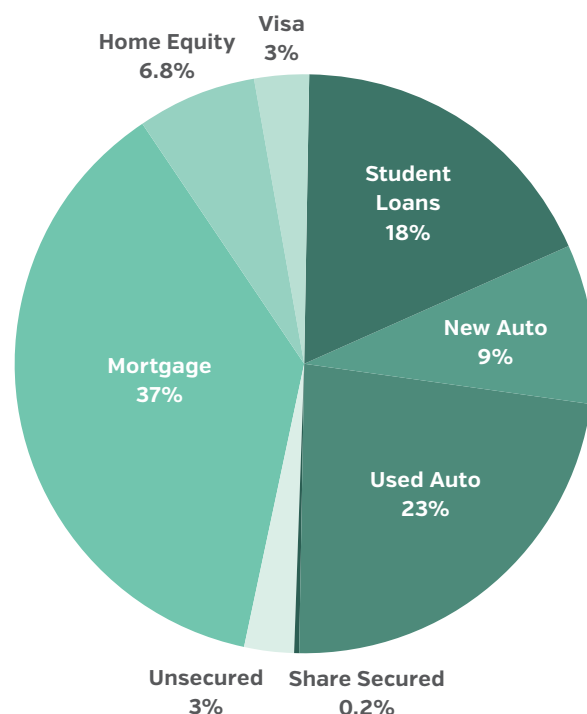
## LOANS (\$ IN THOUSANDS)



## 2023 DISTRIBUTION OF DEPOSITS



## 2023 DISTRIBUTION OF LOANS



## SUPERVISORY COMMITTEE REPORT

The Supervisory Committee is appointed by the Board of Directors of Planites Credit Union (PCU) and operates in accordance with the rules and regulations of the Illinois Department of Financial Institutions and the National Credit Union Administration.

The Supervisory Committee is responsible for overseeing the integrity of PCU's financial statements and the company's accounting and financial reporting processes, financial statement audits and the performance of information technology security audits. This oversight assists Management in establishing a system of internal controls and policies to ensure that the highest degree of integrity is maintained in the overall operations of the Credit Union.

The Supervisory Committee is also required to ensure that an independent review of PCU's financial statements is conducted annually. The Certified Public Accounting firm of

Selden Fox, LTD was retained to perform an audit of Planites Credit Union's financial condition as of June 30, 2023, and rendered the following:

"In our opinion, the 2023 financial statements referred to in our report present fairly, in all material respects, the financial position of Planites Credit Union as of June 30, 2023, and 2022, and the results of its operation and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America."

Finally, in accordance with Section 305/9 of the Illinois Credit Union Act, the Department of Financial Institutions conducted a statutory examination of Planites Credit Union for the period of 7/1/2021 to 3/31/2023. The Committee is proud to report that there were no significant items reported.

**Joe Danahy**  
Supervisory Committee Chairman

## CREDIT COMMITTEE REPORT

The Credit Committee provides oversight of all lending activity including the implementation, monitoring and evaluation of the overall loan programs to ensure compliance with Board approved policies and conformity with the Illinois Credit Union Act. PCU offers a variety of loan products that include: Auto Loans, First and Second Mortgages, Visa credit cards, Personal (unsecured) Loans, Student Loans and Share Secured Loans.

PCU had an outstanding year of loan growth. The loan portfolio increased by \$1.5M (9.25%) with \$5.9M in new loans and ended the year with a loan portfolio balance of \$18.1M. In its third full

year, the Second Mortgage Loan Program portfolio continues to be successful and grew by 73%. Every loan product category experienced growth in 2023. Delinquencies and net charge-offs were at 1.45% and 0.423% of total loans respectively.

PCU continues to maintain high ethical standards by consistently processing applications according to the PCU Loan Policy. Documentation included in the loan files is complete and accurate, and decisions were made within policy guidelines.

**Scott Womack**  
Credit Committee Chairman

## TREASURER'S REPORT

As the Treasurer of Planites Credit Union, I am happy to report that 2023 was an overall successful year. As of December 31, 2023, the Credit Union reported \$37.4M in assets, with \$19.3M in investments and \$18.1M in loans. Share deposit balances increased to \$32.9M.

PCU's net income was \$73K, bringing total capital to \$4.1M as of December 31, 2023. With a 11% capital ratio, the Credit Union

is considered "well-capitalized" by the National Credit Union Administration.

In summary, Planites Credit Union continues to be financially strong and operationally sound.

**Gabrielle Ruiz**  
Treasurer

## MEMBERSHIP COMMITTEE'S REPORT

It is the responsibility of the Membership Committee to promote the value-added benefits of membership with both current PCU members and HCSC employees. Regular promotions of our products and services were done via email and HCSC Corporate Communication messages. The Committee also supports various Credit Union events including the Annual Membership

Meeting, Educational Webinars and International Credit Union Day®. As of December 31, 2023, there were 7,099 deposit accounts, 2,029 loan accounts and 4,096 members.

**Jennifer Cernak**  
Membership Committee Chairperson

## 2023 BOARD OF DIRECTORS AND STAFF

### Executive Officers

James Burda  
**Chairman of the Board**  
Thomas Lubben  
**Vice Chairperson**  
Susan Gajda  
**Secretary**  
Gabrielle Ruiz  
**Treasurer**

### Board of Directors

Jennifer Cernak  
Geoff Credi  
Joe Danahy  
Daniel Gierke  
John Kosky  
Robert Majerus  
Wil Matthews  
Karen Nunn  
Scott Womack

### Staff

Danny Valkanos  
**President**  
Audrey Jones  
**Vice President – Operations**  
Maryann Dunn  
**Operations Administrator**  
Alex Porras  
**Loan Processor**  
Pamela Smith  
**Loan Officer**  
Madeline Sanchez  
**Member Services Supervisor**  
DeFranzo Williams Jr.  
**Member Services Representative**