

Employees



Gary Bruemmer
Accountant



Jay Ernst
Sr. Loan Officer



Doug Goldammer
Loan Clerk



Deven McDonald
Office Manager



Stephanie Phillips
Loan Clerk



Macy Propst
Memb. Serv. Rep.



Susie Schnack
Asst. Loan Officer



Ray Smith
Information Officer



Whitni Sommerer
Staff Assistant



Lisa Wieberg
Loan Officer



Amy Wright
Loan Officer



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President's Report

2013 marked the 38th successful year of MECE Credit Union. I am pleased that the Credit Union remains financially sound with strong net worth and sufficient liquidity to meet the needs of our membership. It is my privilege to report many of the highlights from this past year. MECE Credit Union welcomed 323 new owners in 2013, which placed our Credit Union above the national average with membership growth of 3.87%. Total assets grew \$12.9 million and loans increased \$4 million giving our Credit Union a loan to share ratio of 61%. It is exciting to report that our asset quality and operating expense ratios continue to be among the nation's best which allow us to nearly double the returns to our members compared to other financial institutions. The Credit Union was able to return over \$1.78 million in dividends to the membership in 2013 while still producing net income of over \$1 million. Valuable financial services were added in 2013, which included the introduction of free mobile banking and mobile deposit. MECE Credit Union had 1,392 members use this new service and the Credit Union received more than \$6.5 million in mobile deposits during 2013. MECE Credit Union continues to use technology to enhance the convenience of performing financial transactions and monitoring accounts with now more than 3,856 members using online account access. MECE Credit Union's mission is to offer personalized financial services provided by a dedicated staff with successful results so that we can remain "The Bright Choice" for all of your financial needs.



Randy Marks
Pres./Manager

Randy Marks, President/Manager



MECE Credit Union Annual Meeting

April 17, 2014 — 11:30 a.m.

AMEC Conference Room
2722 East McCarty, Jefferson City, MO 65101

Chairman's Report

The importance of annual checkups—medical, dental, vision—they are vital to our physical well-being. We make it a priority to get into the habit of scheduling those important appointments which will set our mind at ease, once all is well and we get that good report! But, when was the last time you had a financial checkup?

Why not call today and visit with one of the trained financial professionals at MECE Credit Union. They can review your loan portfolio, visit with you about your credit score, and suggest ways you can improve your financial health. The staff at your Credit Union is trained to assist with those major financial decisions in your life. In fact, they are willing to assist and provide directions with even the smallest of choices you must make.

Many age groups are represented by membership in the Credit Union. People are at various life stages and their financial needs differ. You may be in the "youth" stage, ready to buy that first car or home. Perhaps you are in the "middle age" sector, trying to replace those vehicles, put children through college, and would like to begin saving for retirement. As many enter those "golden years", thoughts might change from borrowing to saving. The Credit Union staff will provide investment options and will present all the choices you have in making these major decisions.

MECE Credit Union is the source for all of your financial needs, and wants! For those necessary items, such as your home and vehicle, or the "wants" in your life, such as a boat, camping trailer, or a luxury lawn tractor—the staff is here, ready to evaluate your portfolio and make recommendations on the best course of action for you to take. Need to open a checking account, confused about debit cards, or possibly trying to get credit established for your children, the MECE Credit Union staff is ready to assist!

Is anxiety about to overtake you when you think about those annual checkups? Relax. Even though the staff cannot deliver the news of "no cavities," they are anxious and very willing to check out your financial health! Call today to make your appointment for your financial checkup!

Cathy McKay, Chairman

Board of Directors & Supervisory Committee

Cathy McKay, Chair Grundy
 Kent Brown, Vice Chair N.W. Power
 Paula Peeper, Sec.-Treas. Callaway
 Bobbie Berger Three Rivers
 Joan Donze Citizens
 Lindy LaChance Black River
 Mike King Associated
 Rhonda Robison Ralls
 Rod Romine White River
 Kay Smith Macon
 Randy Carrender Central Electric Power
 Doug Kroese Laclede

Statement of Earnings from January 1, 2013 to December 31, 2013

2013

Income:	Loan Income	\$3,487,130.18
	Investment Income	771,345.73
	Other Income	664,562.79
	Total Income	\$4,923,038.70
	Net Income	\$1,057,178.16

Expenses:

Operating Expense

Salary & Benefits	\$1,125,828.56
Loan Servicing	165,639.39
Professional Services	33,113.52
Data Processor	85,000.43
Provision for Loan Loss	(40,700.82)
Office Operations	146,817.43
Office Occupancy	58,165.75
Debit Card	239,543.79
Education and Promotions	20,355.15
Association Dues	25,826.56
Conference & Travel	17,845.55
Miscellaneous	205,082.05

Total Operating Expense.....\$2,082,517.36

Cost of Funds Expense

Dividends, Certificates	\$962,055.73
Dividends, Checking	16,299.02
Dividends, Reg. Shares	507,925.04
Dividends, Club Accounts	18,305.36
Dividends, Health Savings Accounts	276,286.74
Interest on Borrowed Money	2,471.29
Total Cost of Funds	\$1,783,343.18
Total Expense	\$3,865,860.54

Statement of Condition as of December 31, 2013

Assets

Loans	\$77,387,286.42
Cash	1,784,374.65
Corporate Permanent Capital	657,500.00
Investments	57,029,965.61
NCUA	1,164,887.43
Fixed Assets	830,089.47
Other Assets	974,183.31
Total Assets	\$139,828,286.89

Liabilities

Notes Payable	\$294,435.92
Dividends Payable	67,055.87
Other	825,170.60
Total Liabilities	\$1,186,662.39

Shares & Deposits

Regular Shares	\$59,287,765.68
Club Accounts	1,010,445.66
Share Drafts	6,705,956.53
Health Savings Accounts	8,307,965.02
Share Certificates	19,344,023.84
IRA Certificates	31,921,972.96
Total Shares	\$126,578,129.69

Reserves & Undivided Earnings

Statutory Reserves	\$3,060,882.08
Undivided Earnings	9,582,496.99
Unrealized Investment Loss	(579,884.26)
Total Liab., Shares & Equity	\$139,828,286.89

Supervisory Committee Report

The Supervisory Committee serves the Board of Directors of the Credit Union in an audit capacity. The Supervisory Committee performed a controlled mailing of all Credit Union members' statements for the quarter ending September 30, 2013. All statements mailed (E-mail & U.S. Postal Service) contained an insert requesting the member to report any discrepancies directly to the Supervisory Committee. No unresolved discrepancies were reported to the Supervisory Committee.

Stephen Lang & Associates, LLC – Certified Public Accountants performed an audit as of December 31, 2012. An unqualified opinion was received on the audited financial statements and "no major areas of concern" were expressed by Stephen Lang & Associates, LLC – Certified Public Accountants. The audit report was reviewed and approved by the Missouri Electric Cooperatives Employees' Credit Union Board of Directors.

An examination of Missouri Electric Cooperatives Employees' Credit Union was conducted by the State of Missouri Division of Credit Unions as of June 30, 2013 to verify compliance with all state requirements. The report was presented by the state examiner to the Board of Directors in November 2013.

The Supervisory Committee was given a Bank Secrecy Act Review of Procedures and a review of Automated Clearing House Compliance which was performed for the year 2013 and reported to the Board of Directors in December 2013.

Board members, the MECECU president and senior staff attended MECECU's annual planning session which was held August 14-16, 2013 in Branson, MO. Goals and strategic objectives for the coming year were established.

The Supervisory Committee wishes to thank the Credit Union staff for their cooperation and help during the past year.

Kay Smith, Chairperson; Doug Kroese; Randy Carrender