

President & Chairman's Report

This past year we celebrated 50 years of service to our members. It was an exciting and eventful year! Several members took advantage of the special offers such as the 5% share certificates and home equity loans. Congratulations to Jason and Bernadette Place who won the trip to Hawaii, America's 50th State.

During 2007, Lincoln County Credit Union created the Savings Builder, Golden Savings, and Golden Money Market Accounts with high rates to reward our members. These new products are to help fulfill one of our objectives, which is to encourage savings habits. We also started offering a First Time Home Buyer loan and have been able to help some young couples realize the American Dream of owning their own home.

This past year we developed a new logo with a tag line that brands Lincoln County Credit Union with a meaningful statement – **"A place you'd send a friend."** Our core values and quality service standards define the type of business that people would recommend. We have a proven track record of providing trusted financial service thanks to the dedicated staff that have character that matters in today's business climate.

On October 1st we opened up the Eureka Branch to provide local service to the residents in North Lincoln County. The office is currently located in the Stein's Market. In early 2009, the office will move into the new grocery store that Stein's is constructing. We understand that the members love the convenience of the supermarket offices in Libby, Troy, and Eureka.

Promoting financial education is one of LCCU's primary objectives. In 2007, we continued the tradition by offering a variety of educational opportunities. We would like to mention a couple. Last fall, we made

the decision to bring Financial Peace University to our community. This quality in-depth educational course helped 174 participants learn important money management concepts. We are thankful for the numerous positive comments we have heard. A large percentage of participants have mentioned that the course was life-changing. Several of our youth signed up for the Savings Challenge. They each received a \$25 reward for systematically depositing money while developing savings habits and building their savings account.

This Credit Union has come a long way in 50 years. The growth rates in a struggling rural economy speak to us loud and clear and let us know that we are meeting the needs of consumers. It is the desire of staff and volunteers to be an integral part of our members' lives. We are appreciative of our loyal members!

We understand that consumers have a variety of financial choices; therefore, we want to take every opportunity to thank you for choosing Lincoln County Credit Union. Your selection of a member-owned local financial cooperative speaks volumes. The financial business you bring to LCCU provides jobs solely in Lincoln County, which in turn is a rippling effect throughout the community. We take pride in giving back to our community by being involved in and donating to local projects, events, and non-profit organizations for the good of all of the residents.

In an environment that many times seems unpredictable, we will continue to focus on offering value and being relevant to our members. LCCU truly is a place you'd send a friend.

Respectfully submitted,
Bill Bischoff | *chairman* Chari Lucas | *president*

Credit Union Officials

BOARD OF DIRECTORS

Bill Bischoff | *chairman*
Jim Baillie | *vice chairman*
Devi McCully | *secretary*
Steve Lethrud | *director*
Louis Kuennen | *director*
Connie Everett | *director*

SUPERVISORY COMMITTEE

Wilma Dotson | *chairperson*
Mark Kroll | *member*

Credit Union Services

Savings Accounts	VISA
Checking Accounts	Debit Cards
Share Certificates	Voice Response
Money Market	Money Orders
Overdraft Privilege	Travelers Cheques
IRAs	Safe Deposit Boxes
Personal Loans	Savings Bonds
Consumer Loans	Notary Service
Real Estate Loans	Wire Transfers
Share Secured Loans	Construction Loans
Home Equity Loans	Online Account Access
Business Loans	Bill Payer
Student Loans	



LIBBY OFFICES

120 West 5th Street
293-7771 | fax 293-3236

Rosauer's Grocery Store
293-4275 | Open 6 days a week

TROY OFFICE

Stein's Market
295-5569 | Open 6 days a week

EUREKA OFFICE

Stein's Market
297-7940 | Open 5 days a week

NCUA Your savings federally insured to at least \$100,000 and backed by the full faith and credit of the United States Government

National Credit Union Administration, a U.S. Government Agency



© CUAdvantage.com • 877.799.0784 • 5/08



annualreport
2007

2008 Annual Meeting Agenda

- I CALL TO ORDER
DETERMINE A QUORUM IS PRESENT
(15 members required per Article IV, Section 5 of the bylaws)
- II READING & APPROVAL *(or correction)*
OF THE 2007 MINUTES
- III PRESIDENT & BOARD CHAIRMAN'S REPORT
- V SUPERVISORY CHAIRMAN'S REPORT
- VI ELECTION OF OFFICERS
Article V, Section 4 of the bylaws; All elections shall be determined by majority vote, and shall be by Ballot except when there is only one candidate for office.
- VII OTHER BUSINESS
- VIII ADJOURNMENT
- IX DOOR PRIZES

Supervisory Committee Report

The Supervisory Committee is charged with the audit function of the Credit Union. Committee members perform internal audit functions to ensure adherence to policies and procedures to be in compliance with laws and regulations. In addition, the Committee engaged CU Auditing to conduct a thorough audit for the period of January 1st – December 31st of 2007.

Overall, LCCU was found to be managed well with low loan delinquency due to active collection efforts, controlled expenses, and a high net worth. The Credit Union has experienced steady growth while expanding service to the membership.

On behalf of Supervisory Committee, which is comprised of Mark Kroll and myself, I would like to thank the Board of Directors, Management, and Staff for another successful year.

Respectfully submitted,
Wilma Dotson | *chairman*

2007 Annual Meeting Minutes

May 11, 2007

The 50th Annual Meeting of Lincoln County Credit Union was held Friday, May 11, 2007 at the Memorial Center.

Following dinner, Chairman Bill Bischoff opened the business session and determined that a quorum was present. Bill introduced the volunteer Board of Directors and members of the Supervisory Committee.

Bill directed attention to the minutes of the previous meeting and Supervisory Committee report, which were available at each table. It was moved and seconded to approve the reports. Motion carried.

President's Report: Chari presented the President's report which was accompanied by a PowerPoint presentation. The first section of the report covered several high points in the Credit Union's history. Next, the recent trends of growth were reviewed. Finally, highlights of the Credit Union's efforts in the area of social responsibility were displayed.

For the election, Bill read Article 5, Section 4 of the bylaws. It states that all elections shall be determined by majority ballot, except where there is only one candidate for each open position. There were two candidates for two positions. Bill Bischoff and Jim Baillie will serve another three year term.

Bill called for any old or new business. There was none.

The business meeting was adjourned.

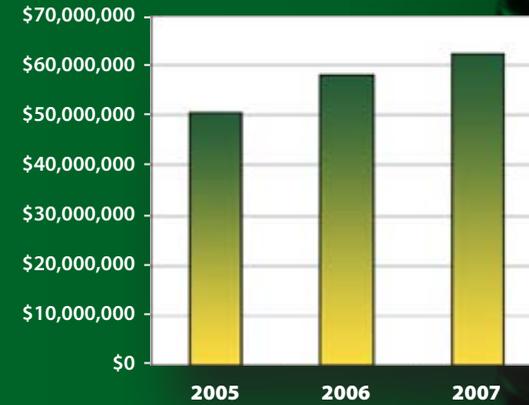
After the business session, a magic show was held for the members' entertainment.

Following the magic show, \$50.00 share deposits were announced for the 5 members who had been with the Credit Union the longest, and another ten \$50.00 share deposits were drawn.

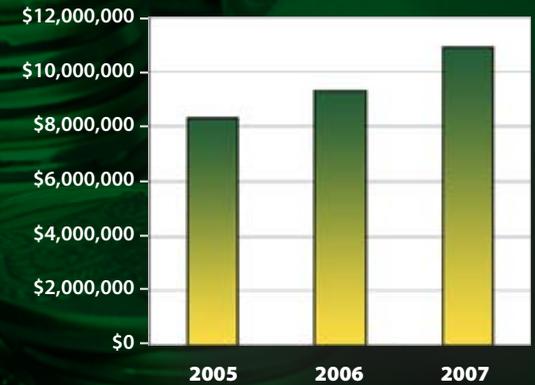
Respectfully submitted,
Devi McCully | *secretary* Bill Bischoff | *chairman*

Financial Statistics

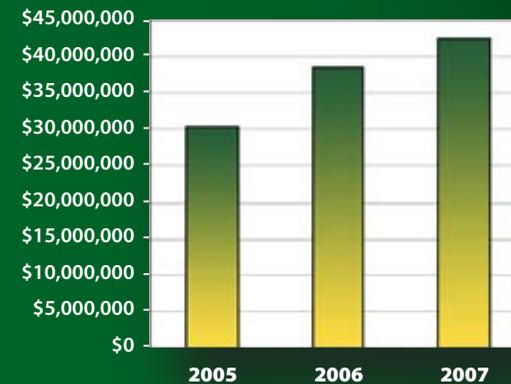
ASSETS



CAPITAL



LOANS



SHARES

