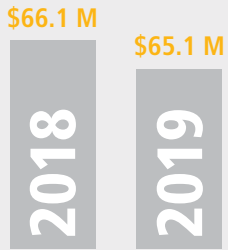
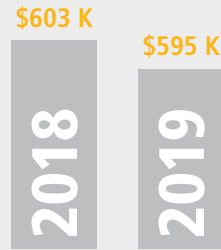


FINANCIAL CONDITION

TOTAL ASSETS



NET INCOME



BENCHMARK

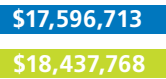
	PEER	AVISTA CREDIT UNION
DELINQUENCY RATIO	0.81%	0.01%
INVESTMENT YIELD	2.28%	2.13%
RETURN ON ASSETS	0.68%	0.91%

Peer data as of September 30, 2019

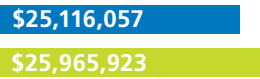
GROWTH

■ 2018 ■ 2019

Consumer loans



Home loans

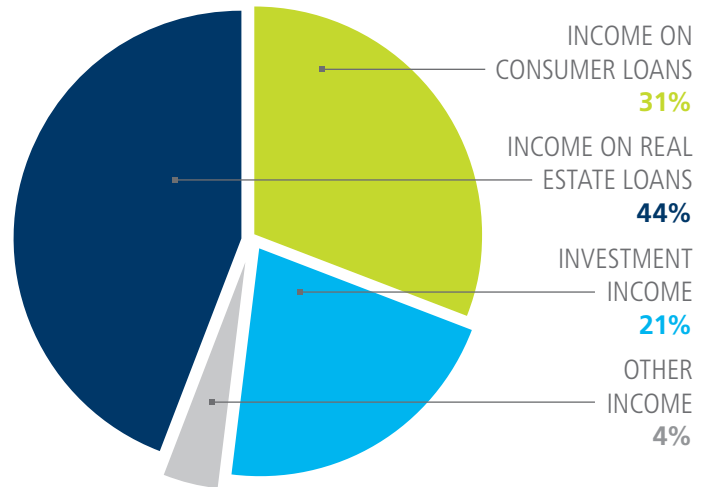


Savings



INCOME COMPONENTS

GROSS INCOME **\$2,175,169.41**



YEAR IN REVIEW

OUTREACH

PRESENTED AT MULTIPLE AVISTA LOCATIONS
ACTIVELY PARTICIPATED IN AVISTA FUNDRAISERS

COMMUNITY

CHARITABLE CONTRIBUTIONS TO:

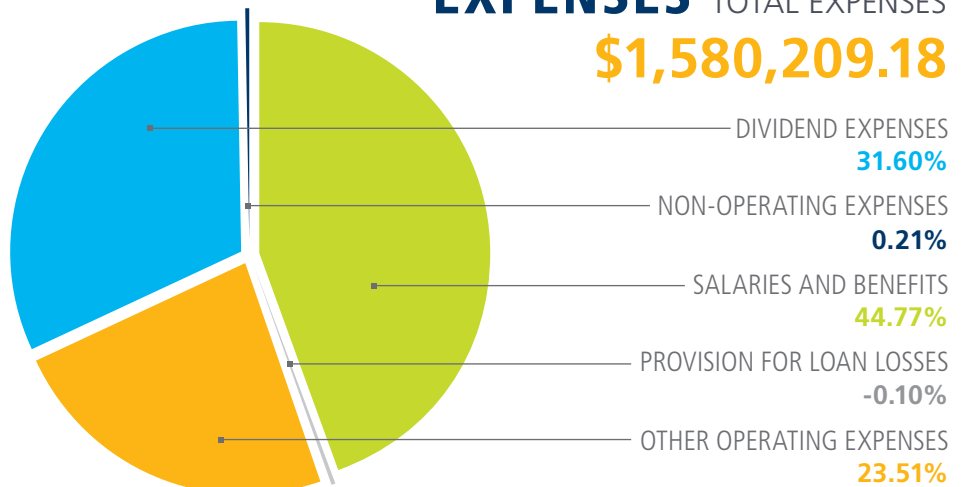
- TOM'S TURKEY DRIVE
- CLIFF JOHNSON MEMORIAL FUND
- SALVATION ARMY
- WWP LEGACY SCHOLARSHIP FUND
- THE AMERICAN CANCER SOCIETY

TO BETTER SERVE YOU

- SAME DAY LOAN APPROVAL
- HOME EQUITY LINE OF CREDIT
- BILL PAY
- ONLINE AND MOBILE BANKING
- E-STATEMENTS

EXPENSES TOTAL EXPENSES

\$1,580,209.18





Credit Union

86TH ANNUAL MEETING: APRIL 24, 2020

AGENDA

CLOSED MEETING

2:00 – 2:15 PM

Location – Avista Headquarters, 1411 E. Mission Ave.

BOARD OF DIRECTORS

Laura Vickers, <i>President</i>	Marcus Garbarino
Patrick Maher, <i>Vice President</i>	Russ Feist
Michael Grabicki, <i>Secretary/Treasurer</i>	Randy Cloward
Bryan Cox	Mary Prince
Jacob Reidt	Alicia Gibbs
Scott Kinney	Don Falkner

SUPERVISORY COMMITTEE

Janice Gibler, <i>Chairperson</i>	Marcus Garbarino
Karrie Wilson	Stacey Wenz
Jenny Berg	

STAFF

Michael Grabicki, *Manager*
 Chris Jentges, *Assistant Manager*
 Jessica Stratton, *Senior Financial Officer*
 Amy Wilkinson, *Senior Loan Officer*
 Kirsta Brewer, *Loan Officer*
 Mike Siegel, *Loan Officer*

FINANCIALS

BALANCE SHEET

	2018	2019	% Change
ASSETS			
Cash and Cash Equivalents	\$ 6,618,067.03	\$ 3,822,124.41	-42.25%
Investments	16,076,804.40	16,210,256.46	0.83%
Personal	17,596,713.17	18,437,768.10	4.78%
Real Estate	25,116,056.58	25,965,922.83	3.38%
Less: Allowance for Loan Loss	(51,875.81)	(43,544.79)	-16.06%
NCUA Insurance	573,108.42	553,313.19	-3.45%
Other Assets	133,159.61	137,763.53	3.46%
Total Assets	\$ 66,062,033.40	\$ 65,083,603.73	-1.48%

LIABILITIES			
Shares	\$ 48,769,729.42	\$ 48,423,812.72	-0.71%
Certificates of Deposit	7,177,755.76	5,965,585.23	-16.89%
Dividends Payable	111,021.71	93,454.48	-15.82%
Other Liabilities	6,671.55	8,936.11	33.94%

RESERVES			
Regular Reserves	1,067,987.35	1,067,987.35	0.00%
Undivided Earnings	8,928,867.61	9,523,827.84	6.66%
Total	\$ 66,062,033.40	\$ 65,083,603.73	-1.48%

INCOME STATEMENT

	2018	2019	% Change
INCOME			
Total Income	\$ 2,085,325.36	\$ 2,175,169.41	4.31%
EXPENSES			
Salaries and Benefits	600,673.64	707,536.29	17.79%
Provision for Loan Losses	(3,076.00)	(1,504.90)	-51.08%
Other Operating Expenses	370,736.19	371,531.00	0.21%
Total Expenses	968,333.83	1,077,562.39	11.28%
Net Income	\$ 1,116,991.53	\$ 1,097,607.02	-1.74%
Dividend Expense	510,718.40	499,346.79	-2.23%
Non-Operating Expenses	3,475.00	3,300.00	-5.04%
Additions to Undivided Earnings	\$ 602,798.13	\$ 594,960.23	-1.30%

PRESIDENT'S REPORT

As I reflect on the past year and the conclusion of my three-year term as the President of the Avista Corp. Credit Union Board, I am extremely proud to be part of an organization where our members and employees are always our highest priority. As we are facing the COVID-19 global pandemic, we have adjusted our operations to continue to serve our members while keeping the health and safety of our members, employees and their families top of mind. This also includes making changes to our traditional annual meeting. During this time of global uncertainty, know that your credit union is one of the best places to keep your money, as all deposits are federally insured up to \$250,000 per member by the NCUA. We understand that during this unique situation, it can't be "business as usual," but we will continue to deliver the highest level of service to our members. To stay connected, please reach out to the credit union staff via phone and email or visit our website at www.avistacu.com.

Our Avista Corp. Credit Union finished another successful year, maintaining a strong balance sheet with \$65 million of assets and a reserve ratio of 16%. Our strong financial position allows our credit union to provide above-average dividend rates and competitive loan rates. In 2019, we funded loans grossing over \$18 million! Our credit union continues to be in the top 5%, compared to our national peers, in lowest operating expenses and lowest loan rates.

In 2019, we welcomed Jessica Stratton to the team. Jessica complements the team by bringing years of financial and credit union experience, providing additional breadth and depth of knowledge to our staff.

Our goal for 2020 is to continue to raise member awareness on the financial products and services your credit union has to offer while ensuring our members have an exceptional customer experience. In addition, as we settle into this new temporary norm, the team is working toward the initial phase of replacing our core transaction system to better serve our members.

Many of our members give their time, talent and hearts to charitable organizations in the community. The credit union is a reflection of our members and continues to invest in the community by matching donations throughout the year for various programs. Your credit union is proud to serve over 3,800 members. To our long-term members, thank you for your continued support. To our new members, welcome, and we hope to serve your financial needs for many more years to come! On behalf of the Board, I deeply

appreciate your continued trust, loyalty and support of the credit union...we are committed to earning it every day.

Stay safe as we navigate through this together. I will see you at the 2021 annual meeting!

Sincerely,

Laura Vickers
Board President
 March 2020

SUPERVISORY COMMITTEE REPORT

The Supervisory Committee's responsibility is to serve Avista Corp. Credit Union members by ensuring that credit union operations are effective in protecting credit union assets, and that records are accurately and properly reported. This committee fulfills its obligation to members by monitoring and auditing certain activities of the credit union. The committee provides oversight related to the establishment of effective internal controls, adherence to Board policies, and compliance with appropriate laws and regulations.

The Supervisory Committee engaged the independent accounting firm, Anastasi Moore & Martin, PLLC, to conduct the annual "Agreed Upon Procedures" in accordance with the National Credit Union Administration's Supervisory Committee Guide for Federal Credit Unions. Their latest procedures, dated December 31, 2019, are currently in process and expected to be completed in the second quarter of 2020. Reportable exceptions noted during their procedures, if any, will be communicated to the membership. In addition, the Division of Financial Institutions conducted a risk-focused examination of the Credit Union in December 2019 and determined safe and sound operations.

The Supervisory Committee is confident and satisfied that adequate internal controls exist to protect member accounts and the financial statements accurately reflect the performance and condition of the credit union.

The Supervisory Committee takes their responsibility to the credit union and its members seriously, and appreciates the assistance and cooperation of the credit union staff and the Board of Directors during this past year.

Janice Gibler, CPA
Supervisory Committee Chair
 March 2020

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