

Vancouver Firefighters' Credit Union
Summary Statement of Financial Position
As at December 31, 2017

	2017 CDN\$	2016 CDN\$
In \$		
Assets		
Cash and cash equivalents	2,224,558	3,506,273
Member loans receivable	13,331,545	10,273,668
Income taxes recoverable	-	1,368
Investments and other assets	971,101	1,467,281
Equipment and leaseholds	2,499	4,022
Intangible assets	142,981	150,013
	16,672,684	15,402,625
Liabilities		
Member deposits	14,775,891	13,558,242
Accounts payable and accrued liabilities	62,516	64,496
Member shares	50,653	62,861
Deferred Tax Liabilities	17,100	-
	14,906,160	13,685,599
Members' equity		
Retained earnings	1,766,524	1,717,026
	16,672,684	15,402,625

Approved on behalf of the Board


Dale Parno, Board Chair


Charles Stanford, Director, Vice President

Vancouver Firefighters' Credit Union
Summary Statement of Comprehensive Income and
Changes in Members' Equity
For the year ended December 31, 2016

	2017	2016
Interest income	562,356	512,665
Interest expense	110,141	101,749
Gross financial margin	452,215	410,916
Operating expenses	344,465	349,120
Operating Income	107,750	61,796
Provision for loan impairment	5,687	-
Income before distribution to members and income taxes	102,063	61,796
Distribution to members	35,465	31,338
Income before income taxes	66,598	30,458
Deferred income tax	17,100	-
Comprehensive income	49,498	30,458
Retained Earnings, beginning of year	1,717,026	1,686,568
Retained Earnings, end of year	1,766,524	1,717,026

Vancouver Firefighters' Credit Union
Summary Statement of Cash Flows
For the Year Ended December 31, 2016

	2017	2016
Cash provided by (used for) the following activities		
Operating activities	101,137	20,534
Financing activities	1,195,544	2,338,402
Investing activities	(2,578,396)	(2,310,265)
Increase (decrease) in cash and cash equivalents	(1,281,715)	48,671
Cash and cash equivalents, beginning of year	3,506,273	3,457,602
Cash and cash equivalents, end of year	2,224,558	3,506,273

Board of Directors/ Management Disclosure Information

All board members currently serve on all standing committees: Audit Committee, Investment and Lending and Conduct and Review Committee.

Board members are compensated at the rate of \$75.00 per meeting attended with the exception of the Board President, paid \$300.00 per month, and the Secretary, paid \$100.00 per month.

The Financial Institutions Commission requires that all Credit Union Directors complete the Credit Union Director Achievement Module 1, Foundations of Governance. This is an introductory course offered by CUSource which covers the basics of a credit union directors' roles and responsibilities to the credit union. The cost of this course and the one-day workshop are covered by Firefighters' Credit Union which is approximately \$1,240.00. Directors are reimbursed for other sundry expenses such as parking to attend meetings such as the Central 1 AGM or FICOM conferences. No directors of Vancouver Firefighters' Credit Union hold any other directorships or board positions with any other organizations.

Board Attendance (Total of 10 meetings in 2017)

Chuck Stanford (Vice President) 10

Kirk Heaven (Secretary) 10

Dale Parno (President) 9

Chris Herbert 8

Eric Froese 10

Rick Kearney 2 (Old Director)

Tom Cooper 9

Travis Hooper 7

Dave Adams 2 (New Director since May 2017 AGM)

Andreas Czepple 3 (New Director since May 2017 AGM)

Policies and practices for compensation:

Staff members are paid at the rate of 26% of a tenth year firefighter rate based on the 2012 City of Vancouver contract with Vancouver Firefighters Local 18.

The General Manager is paid at the rate of 37% of a tenth year firefighter based on the 2012 City of Vancouver contract with Vancouver Firefighters Local 18.

In 2016, the General Manager was paid \$33,944.20 in Gross wages, \$2,187.84 of those wages were in the form of a Group RRSP.

78th

Annual General Meeting

Vancouver Firefighters' Credit Union

To be held at 7:00 p.m., May 10th, 2018
at the Firefighters' Social and Athletic Club
6515 Bonsor Avenue, Burnaby, B.C.

SERVICES

EQUITY SHARES	membership share - not guaranteed, nor insured, dividend determined by Board of Directors.
PLAN 24	interest calculated on a minimum daily balance, paid monthly.
SPECIAL SAVINGS	interest calculated on a minimum monthly balance paid June 30, and December 31.
TERM DEPOSITS	terms from 30 days to one year.
PERSONAL LOANS	
CHattel LOANS	autos, boats, trailers, both first and second, one year terms only.
MORTGAGES	both first and second, one year terms only.
CMHC MORTGAGES	insured mortgages up to 95% of property values.
MORTGAGE INSURANCE	
REGISTERED RETIREMENT SAVINGS PLANS	
PAYROLL DEDUCTIONS	
TFSA'S	

OFFICE HOURS	Monday to Friday - 8:00 a.m. to 1:00 p.m.
LOANS	Issued every Monday and Thursday.
WITHDRAWALS	from deposit accounts can be made any day to a maximum of \$3,000.00, amount over \$3,000.00 require two signatures, so one day's notice may be required.

!!! IMPORTANT !!!

This is your annual meeting, it gives you the opportunity to exercise your rights as an owner of your credit union. We look forward to seeing you there!

NOTICE TO MORTGAGORS

To those members who have a real estate loan with the Vancouver Firefighters' Credit Union - it is your obligation to maintain fire insurance for the full insurance value (replacement value) with the loss payable to the Vancouver Firefighters' Credit Union.

Any member wishing a copy of the full financial statement or the Credit Union rules can visit the Credit Union office during regular hours.



**VANCOUVER
FIREFIGHTERS'
CREDIT UNION**

**Annual Report
2017**



<http://vanfirecu.com>

**WELCOME TO THE
78th ANNUAL GENERAL MEETING
VANCOUVER FIREFIGHTERS' CREDIT UNION
MAY 10TH, 2018 - 7:00 P.M.**

AGENDA

- Registration
- Approval of the Minutes of the 77th Annual General Meeting
- Business Arising Out of the Minutes
 - Report of the President
 - Report of the Manager
 - Report of the Auditor
- Approval of the Financial Statements
- Reports of Other Committees
- Election of Officers
- Appointment of the Auditors for 2018
- Unfinished Business
 - New Business
 - Good and Welfare
 - Adjournment

1 - MEMBERSHIP - One vote per member.

2 - BOARD OF DIRECTORS -		Term Remaining
D. Parno	President	Expires
C. Stanford	Vice President	1 Year
K. Heaven		1 Year
E. Froese		Expires
T. Hooper		1 Year
Dave Adams		2 Years
C. Herbert		2 Years
T. Cooper		Expires
Andreas Zcepple		2 Years

3 - CREDIT COMMITTEE - Elected by the membership at annual meetings, acts upon all loan applications.

	Term Remaining
J. Foster	Expires
M. Zacharuk	Expires
T. Moore	Expires
S. Morrison	Expires

4 - STAFF - Hired by the Board, responsible for operations.

D. Meers (Dave)	General Manager
D. Ganchar (Dean)	Asst. Manager
S. Kirincic (Sue)	
R. de Albuquerque (Rod)	
K. Sandberg (Karl)	
D. Ducharme (Daryl)	
A. Hassett (Adam)	

JOINT MESSAGE FROM THE PRESIDENT OF THE BOARD OF DIRECTORS & THE GENERAL MANAGER

Welcome to the 78th Annual General Meeting of the Vancouver Firefighters' Credit Union.

A look back at 2017 for our credit union shows that it was another year of positive change and forward motion. We achieved some significant accomplishments last year in the realm of electronic banking. One of which was the implementation of Automatic Funds Transfers for our members. This project allowed us to get rid of post-dated cheques that we kept on file for members no longer on payroll that were used for savings and loans. Soon after, we instituted Interac E-transfers which have been enthusiastically embraced by our members. These two projects have greatly improved efficiencies and decreased administrative errors as these transfers take place immediately and there are far less cheques to clear. In November, we launched our new very own VFCU MasterCard for our members, with 8 different card types to choose from.

At the close of 2017, we phased out the last of our old loans that were covered by our old insurance policy which was being discontinued. Now all of our loans are covered by premiums that members pay for. These premiums are now funding approximately 60% of the operating cost of the new banking system. Our mortgage portfolio grew by a healthy margin last year and in fact all of our financial numbers: assets, loans, and income were up in fiscal 2017. We shared approximately \$30,000.00 with our members in the form of Patronage Rebates on loans and Interest Bonus on deposits.

For the coming year we will be working on a new electronic clearing project which will allow greater functionality and make things like bill payments, and chequing accounts possible. We are also working on a new Line of Credit for our members to make borrowing easier both for our members to do and our staff to administer.

In terms of personnel, on the Board of Directors, Rick Kearney declined to run again and was replaced by David Adams. Andreas Zcepple filled the vacancy that was left by the departure of Graham MacFarlane. We thank both directors for their years of service and wish them all the best. Finally, we also have a new Fire Chief to welcome as well. Darrel Reid has assumed the top job as the Chief of Vancouver Fire and Rescue Services. Chief Reid is now a new member and has already proven to be a big supporter of our very own financial institution. We look forward to a continued long and prosperous relationship between the VFCU and the VFRS.

Sincerely,



Dave Meers General Manager and,



Dale Parno, President of the Board of Directors



Introducing the new VFCU MasterCard with many different card options: Cash Back, U.S. Dollar, Student, etc. Stop by the office to apply for one in person. It is quick and easy, or pick up one of our mail in applications at the office or a Vancouver Firehall.

https://www.collabriacreditcards.ca/affiliate_vancouver-firefighters-credit-union/

DIRECTORS' RECOMMENDATIONS

1. Payment of a 1% Equity Share Dividend, credited to the Members' accounts February 8, 2017.
2. Payment of a 6% Patronage Refund (Loan Interest Refund) credited to the Members' accounts February 8, 2017.
3. Payments of a 6% Interest Bonus, (extra interest earned on deposits) credited to the Members' accounts February 8, 2017.
4. That Meyers Norris Penny LLP be appointed as Auditor for 2017 and the Board be empowered to set remuneration for the auditor.

CREDIT COMMITTEE'S REPORT

The Credit Committee, having been charged with the responsibility of determining the credit worthiness of the loan applicant, or that the security taken (if any) is adequate for the loan granted, are pleased to report only minor problems and those encountered were resolved to the satisfaction of all parties concerned.

In 2017 we approved 259 loans.

The disbursement of these loans was as follows:

Total Signature & Chattel	\$1,741,321.97
Total Mortgages	\$1,910,289.68

We wish to thank the Officers, Staff and members of the Credit Union for their support.

Signed: J. Foster, B. Godlonton, T. Moore, S. Morrison

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Members of Vancouver Firefighters' Credit Union:

The accompanying summary financial statements, which comprise the summary statement of financial position as at December 31, 2017, and the summary statements of comprehensive income and changes in members' equity and cash flows for the year then ended, are derived from the audited financial statements, prepared in accordance with International Financial Reporting Standards, of Vancouver Firefighters Credit Union for the year ended December 31, 2017. We expressed an unmodified audit opinion on those financial statements in our report dated February 22, 2018.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards applied in the preparation of the audited financial statements of Vancouver Firefighters Credit Union. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Vancouver Firefighters Credit Union.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the fair summarization of the complete audited financial statements of Vancouver Firefighters Credit Union.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards (CAS) 810, "Engagements to Report on Summary Financial Statements."

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of Vancouver Firefighters Credit Union for the year ended December 31, 2017 are a fair summary of those financial statements.

February 22, 2018
Abbotsford, BC

MNP LLP
Chartered Professional
Accountants