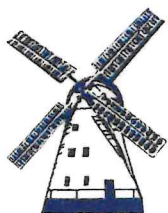


2022 Annual Report



Dutch Point
CREDIT UNION
Your vision, our guidance.

**Member focused,
community driven!**

2022 Membership Report

When reflecting back on 2022, one can easily say it was a rollercoaster of a year. For starters, we began the year in a low interest-rate environment, but by the end of 2022, we saw seven interest rate hikes from the Federal Reserve in their efforts to stem inflation. Russia declared war on Ukraine, which had economic and global impacts; Britain lost their beloved Queen Mother who had served them for over seven decades, the housing market slowed down considerably as mortgage rates began to rise, and with costs of everyday purchases continuing to climb, consumer confidence declined as 2022 reached its close.

We are pleased to report that your credit union came through 2022 quite successfully. First and foremost, we had a smooth leadership transition with Francis Proto retiring as Chief Executive Officer and Charlyn Tanner taking over as the new President and CEO. While rates increased throughout the year, we were still able to maintain a low-rate environment for loans and increased our rates for Money Market and Certificate of Deposit accounts as best we could. We continued to provide members with educational seminars throughout the year some of which were: First Time Home Buyers, Student Loans and How to Pay for College, and Basic Banking and Budgeting. Two new products were added to our Digital Banking platform: Zelle® -- Zelle is a fast, safe and easy way to send money to, and receive money from, people you know and trust, and, Savvy Money -- which helps you monitor your credit score giving you more financial power. Our credit and debit cards were converted to contactless cards, making shopping with your card that much easier.

Dutch Point has long supported many causes and organizations to help improve our community. We provide support in many ways including donations, volunteers, attending community events, sponsorships and educational seminars. We also partnered with several high schools to provide financial education to their students.

Our staff has embraced the community spirit and are actively involved with our efforts. This is all a part of our vision for giving back to our community and we are fully committed to this path of assistance and empowerment for the long term.

As we look to 2023, we have some exciting things planned. We are currently working on a new website design, one that when unveiled will provide an improved member experience, with a sleek new look and upgraded search tools. Our goal is to design a site that will guide members along their financial journey with

the utmost in simplicity and ease. Another large undertaking in 2023 will be the conversion from our current statement vendor to a new vendor. The new account statement should be live in the second quarter. Two community shred days are planned, one in Niantic and one in Bloomfield. We also have several virtual educational seminars planned throughout 2023.

As a credit union, we take any decisions we make seriously and with our members in mind. When we consid-

er the structure of a product or service, our management team and board members ask each other "what's best for our members." And, what is best for them is helping them to succeed. With your vision and our guidance, we can help you realize your dreams. Here's what one member had to say about your credit union. "For over 40 years, Dutch Point Credit Union has been like a loyal friend ready to support my family with our financial needs. Banking could not be easier and the credit union staff could not be friendlier. They have gone beyond the call of duty to assist us with processing necessary financial records during times of need. The personal attention and kindness will always be remembered by my entire family. With employees like these, how could you not be successful? Thank you for your dedication."

We deeply appreciate the trust and confidence that you have placed in Dutch Point and are grateful to have you as part of our family. On behalf of the Board of Directors, Management Team and Staff, thank you for your support. We look forward to helping you realize your financial goals in 2023 and beyond.

Respectfully submitted,



Richard S. Zajack
Chairman of the Board



Charlyn Tanner
President and CEO



2022 Treasurer's Report

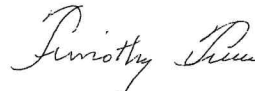
We are pleased to report the credit union experienced another year of solid financial results. 2022 proved to be a challenging year from an interest rate perspective. The increase in interest rates during 2022 occurred at a pace not seen since the 1980's as the Federal Reserve looked to slow inflation. Despite the rising interest rate environment, the Credit Union still had strong asset growth, strong mortgage lending, and strong automobile lending. The overall strength of our asset base, the quality of our loan portfolio and the growth in our membership positions us for continued success.

- Dutch Point's total assets grew by just over \$27 million to \$467 million in 2022, representing a 6% increase over 2021. In comparison, credit union assets grew by about 9% in 2021. The credit union grew significantly during the global pandemic while 2022 showed a return to a more normalized level of growth.
- The loan portfolio increased by over \$23 million, or approximately 12% in 2022. Total loans sit at \$224 million. Member demand for mortgages and auto loans continued to be strong during the year even as interest rates began to increase. The quality of the credit union's loan portfolio remains high with delinquency and charge-off loan ratios well below the industry average at .14% and .07%, respectively.

- Members' share deposits increased roughly 6% in 2022, increasing total deposits to approximately \$419 million. In the second half of 2022, we saw a significant increase in CD's as interest rates have increased to levels not seen for over a decade.
- Net Income for 2022 was approximately \$2.9 million, representing a Return on Assets of .64%. The credit union's net worth ratio increased year over year as a result of our strong earnings. Net worth came in at 9.49%, which was higher than 2021's ratio of 9.41%. The DPCU Board of Directors and management team continue to maintain practices to ensure that the credit union remains healthy and well capitalized.

We want to thank you, our member owners, for your continued support during another unparalleled year. As we look to the future, I want to assure you that Dutch Point Credit Union is financially healthy and ready to take on the challenges that lie ahead. Thank you again for your support and membership.

Respectfully submitted,



Timothy Tuell
Treasurer

2022 Supervisory Committee Report

Dutch Point Credit Union's Supervisory Committee is appointed by your Board of Directors and is responsible for assuring the financial strength of the credit union through sound financial discipline.

The Committee oversees a variety of audits and reviews to ensure compliance with state and federal regulations, credit union by-laws, and generally accepted accounting principles (GAAP). In addition, the Committee supervises an annual external audit of the financial records of the credit union, verifies member accounts, and reports the results to the Board of Directors.

The Certified Public Accounting firm of Doeren Mayhew CPAs and Advisors has been retained to perform a financial statement audit as of December 31, 2022.

It is the belief of the Supervisory Committee that Dutch Point Credit Union is financially solid and is being operated in a safe and sound manner.

The Committee appreciates your continued confidence in our oversight role. The support and cooperation from the Board of Directors, Management and Staff assists us in the performance of our duties and is greatly appreciated.

Respectfully submitted,



Steven W. Miller
Chairman



2022 Financials

Statement of Financial Condition

Assets

As of December 31,	2022	2021
Cash and cash equivalents	\$ 38,664,450	\$ 45,288,506
Interest bearing deposits	8,750,000	8,200,000
Investments:		
Equity securities	8,808,413	8,547,519
Trading securities	--	440,260
Held-to-maturity	176,175,197	165,923,912
Loans to members, net of allowance for loan loss	223,922,787	200,481,574
Accrued interest receivable	1,013,786	828,207
Property and equipment	2,711,003	2,897,643
Prepaid and other assets	3,280,583	3,446,509
NCUSIF insurance deposit	3,970,847	3,730,421
Total assets	\$467,297,066	\$439,784,551

Liabilities and Members' Equity

As of December 31,	2022	2021
LIABILITIES:		
Members' share and savings accounts	\$418,764,907	\$395,063,984
Accounts payable and other accrued liabilities	3,214,954	2,339,018
Total liabilities	421,979,861	397,403,002
Commitments and contingent liabilities	--	--
MEMBERS' EQUITY:		
Regular reserve	4,104,788	4,104,788
Undivided earnings	38,376,357	35,440,701
Equity acquired through merger	2,836,060	2,836,060
Accumulated other comprehensive Income/(loss)	--	--
Total members' equity	45,317,205	42,381,549
Total liabilities and members' equity	\$467,297,066	\$439,784,551

Statement of Income

For the years ended December 31,	2022	2021
INTEREST INCOME:		
Loans to members	\$ 8,422,120	\$ 7,627,658
Investments	2,385,617	1,428,664
Total interest income	10,807,737	9,056,322
INTEREST EXPENSE:		
Members' share and savings accounts	981,360	632,007
Net interest income	9,826,377	8,424,315
PROVISION FOR LOAN LOSSES:	173,706	29,628
Net interest income after provision for loan losses	9,652,671	8,394,687
NON-INTEREST INCOME:		
Fees and service charges and other	2,833,825	2,543,679
Interchange income	2,208,778	2,027,806
Total non-interest income	5,042,603	4,571,485
NON-INTEREST EXPENSE:		
Compensation and employee benefits	5,947,320	5,270,101
Office operating costs	4,499,939	4,315,546
Other	1,312,359	909,150
Total non-interest expense	11,759,618	10,494,797
Net income	\$ 2,935,656	\$ 2,471,375

Key Measurements

	2022	2021	% Growth
Total Assets	\$467.297 M	\$439.785 M	6.26%
Member Shares	\$418.765 M	\$395.064 M	6.00%
Member Loans	\$223.923 M	\$200.482 M	11.69%
M = Millions			

The financial statements presented are unaudited as of the Annual Report publication date.



Serving Our Communities In 2022



Dutch Point Credit Union staff support Red Nose Day - Red Nose Day is a fundraising campaign to end the cycle of child poverty and ensure a healthy future for children.



DPCU staff participate in the Credit Union Kids@Heart fundraising efforts and help support a local restaurant, The Charles, in Old Wethersfield.



Dutch Point Credit Union participates in Old Wethersfield's Scarecrows Along Main Street Halloween scarecrow contest.



Dutch Point staff spend an evening at Dunkin Donuts Park watching the Hartford Yard Goats play America's favorite pastime game.



Pictured left to right: Angela Wilcox, William Wilcox, Maria Destefani, and Sherri Blanchette supporting the Newington Lucy Robbins Wells Library Annual 5K Road Race.



Board of Directors,
Committee Members and
Executive Officers

Board of Directors

Richard S. Zajack, Chairman
Michael E. Curtin, Vice-Chairman
Timothy Tuell, Treasurer
Charlyn Tanner, Secretary
Noel Aube, Director
August L. DeFrance IV, Director
Maisa Laham, Director
Steven W. Miller, Director
Marguerite Rose, Director

Supervisory Committee

Steven W. Miller, Chairman
Robert J. Bourne, Member

Nominating Committee

Robert J. Bourne, Chairman
Tracy Torbick, Member
Steven Hussey, Member

Credit Union Executive Officers

Charlyn Tanner, President and CEO
Michael Kleinschmitt, Chief Financial Officer
Anthony Sacchetti, Chief Member Experience Officer

Branch Locations

Wethersfield

195 Silas Deane Highway
Wethersfield, CT 06109
(main office)

Newington

465 Willard Avenue
Newington, CT 06111

Niantic

241 Main Street
Niantic, CT 06357

Bloomfield

1 Wintonbury Mall
Bloomfield, CT 06002

West Hartford

50 South Main Street (Town Hall)
West Hartford, CT 06107

Berlin

107 Selden Street
Berlin, CT 06037

Middletown

213 Court Street, Suite 101
Middletown, CT 06457

Waterford

Rope Ferry Road
(Dominion Energy)
Waterford, CT 06385
(restricted access)

Membership with Dutch Point Credit Union is required.
Federally insured by NCUA. We do business in accordance
with the Fair Housing Act and the Equal Opportunity Act.



Dutch Point
CREDIT UNION

Your vision, our guidance.