



Valued Members:

In these uncertain and difficult times in the financial markets there have been many events occurring that have adversely impacted our economy on both a local and national level. Many banks and other financial institutions are struggling financially to stay afloat. We at Community Alliance Credit Union feel it is important to tell you, our members, that your deposits are as safe and secure as ever. Your credit union has not engaged in the risky mortgage lending practices that are largely responsible for the deteriorated market conditions present in the economy today.

The credit union's net worth ratio on October 31, 2008 was 13.69%. For purposes of comparison, our regulators consider a benchmark net worth ratio of 7% to be well capitalized. Our capital position is almost twice the amount that our regulators require and you can rest assured that the credit union is extremely strong and we are able to continue operations as a healthy, viable financial institution.

Your share deposits are 100% insured up to \$250,000 per account and \$250,000 for IRAs. For those members with account balances exceeding \$250,000 there are many options available to increase this federal insurance coverage. Please contact the credit union to review your options.

The insurance fund protecting your deposits is the NCUSIF (National Credit Union Share Insurance Fund), and carries the same limits as the FDIC. The NCUSIF has not experienced the impact of making insurance payouts to credit unions as the FDIC has for banks. This is because credit unions in general have not experienced the large-scale problems that banks and other financial institutions have.

We value you as an owner of our credit union and encourage you to contact us or drop in for a visit if you have any other questions or concerns about our financial stability. You will find that your credit union, and your deposits, are as safe and secure as ever. For more information regarding share insurance you can call NCUA at 1.800.755.1030, extension 1 or [click here](#).

Thank You,

Michele Wollard
President

Tony Molina
Chief Financial Officer