



*2011*

*FINANCIAL TRENDS IN*

*TEXAS CHARTERED CREDIT UNIONS*

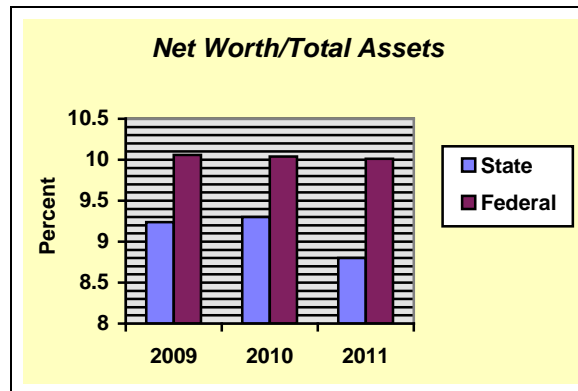
Harold E. Feeney, Commissioner  
James R. Deese, Deputy Commissioner

## **HIGHLIGHTS**

- ◆ **Assets** of state credit unions increased 10.9% during 2011.
- ◆ **Net worth** declined and the Net Worth to Asset Ratio at year-end 2011 declined to 8.8%.
- ◆ **Loans** increased \$1.5 billion or 2.1% during 2011.
- ◆ **Market Share (Savings & Deposits)** increased 11.4%. The Loan to Share Ratio now stands at 71%.
- ◆ **Investments** increased 5.6%.
- ◆ **Loan Delinquency** increased in 2011 at 1.6%.

## **NET WORTH**

Net worth at year-end 2011 totaled \$2.3 billion, representing 8.8% of total assets, compared to 9.3% at the end of 2010.



## **ASSET QUALITY**

### **Loan Trends:**

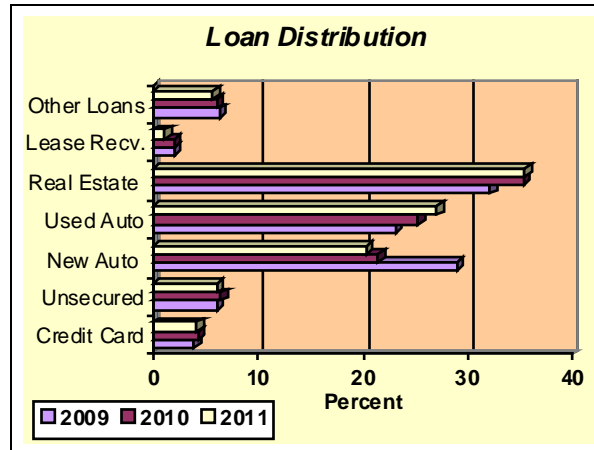
During 2011, credit unions continued to experience loan growth rising 2.1% compared to loan growth of 2.3% during 2010.

New and used auto loans continue to comprise the largest percentage of the aggregate total loan portfolio. The percentage of total loans remained at 47%.

Total unsecured loans outstanding (including credit cards) increased \$89.2 million, or 5.5%. Total credit card loans outstanding at year-end 2011 comprised 4.2% of total loans.

Lease receivables increased by 18.5% during 2011, and now total \$172 million. This compares to \$145 million at year-end 2010.

The ratio of loans to shares remained constant in 2011. At the end of 2011, the Loan to Share Ratio is 71%, compared to 71.9% at year-end 2010. Loans also remained constant as a percentage of total assets, currently comprising 62.9% of total assets, compared to 63.3% at year-end 2010.



**Investment Trends:**

Total investments increased 5.6% during 2011 and represent 21.3% of assets at year-end. Over 65% of investments are in government securities.

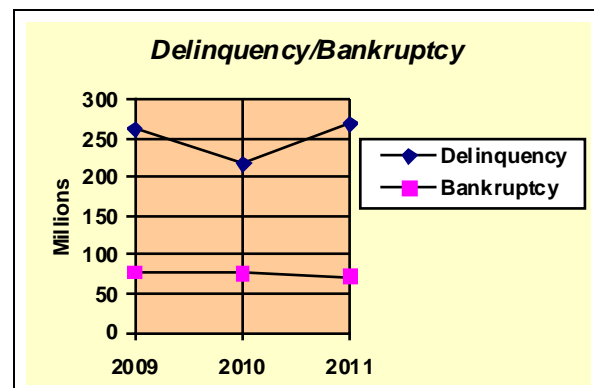
**Share and Deposit Trends:**

Shares and deposits increased 11.4% during 2011. Regular share accounts experienced an increase of 14.0% during 2011.

**Delinquency Trends:**

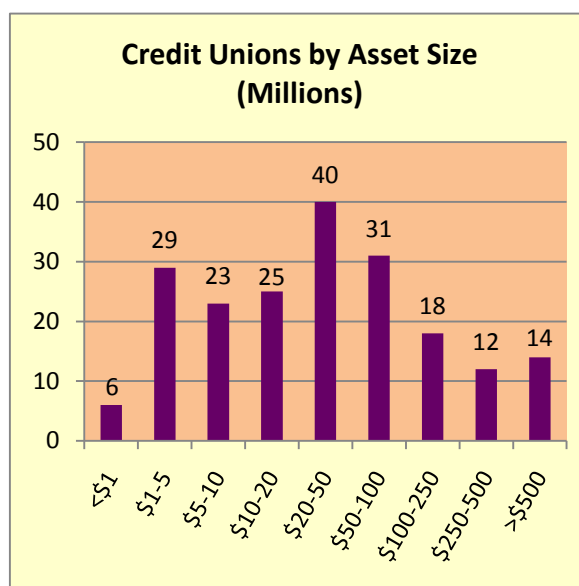
The ratio of delinquent loans to total loans increased to 1.6% in 2011. In terms of dollars, the level of delinquent loans has increased; the Net Charge-off Ratio has also increased to 3.0%.

The number of credit union members filing for bankruptcy decreased from 5,496 to 4,674, or 14.9%. The amount of outstanding loan balances for these members decreased from \$75.6 million to \$70.1 million.



## **CREDIT UNION ASSETS**

Between 2010 and 2011, there was a net reduction of nine state-chartered credit union from 207 to 198. State-chartered credit unions with assets less \$10 million now represent 28.3% of total number of credit unions.



## **COMPARISON OF TEXAS CHARTERED CREDIT UNIONS AND BANKS**

<i>As of 12/31/11</i>	<i>State Credit Unions</i>	<i>State Banks</i>
<b>No. of Institutions</b>	198	304
<b>Net Worth Ratio</b>	8.8%	11.27%
<b>Total Assets</b>	\$26.3 Billion	\$170.4 Billion
<b>Asset Growth</b>	10.9%	4.7%
<b>Avg. Asset Size</b>	\$132.7 Million	\$560.5 Million
<b>Institutions with &lt;\$5 Mil. in Assets</b>	29	1
<b>Net Income</b>	\$83.2 Million	\$1.5 Billion

## **COMPARISON OF STATE AND FEDERAL CREDIT UNIONS**

<i>As of 12/31/11</i>	<i>State Credit Unions</i>	<i>Federal Credit Unions</i>
<b>No. of Institutions</b>	198	339
<b>Net Worth Ratio</b>	8.8%	10.0%
<b>Total Assets</b>	\$26.3 Billion	\$46.5 Billion
<b>Asset Growth</b>	10.9%	5.4%
<b>Avg. Asset Size</b>	\$132.7 Million	\$137.2 Million
<b>Institutions with &lt;\$5 Mil. in Assets</b>	29	76
<b>Net Income</b>	\$83.2 Million	\$331.8 Million

For more information about  
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