UW Credit Union Announces Second Quarter 2020 Financial Performance

Madison, WI – July 29, 2020 – UW Credit Union’s second quarter 2020 financial statements were filed with the National Credit Union Administration (NCUA) and the Wisconsin Department of Financial Institutions. As stated in these regulatory filings, UW Credit Union’s assets continued to increase and stood at $3.9 billion. Net income for the first six months of 2020 totaled $30.0 million.

As of June 30, 2020, member deposit balances were nearly $3.3 billion, increasing over the first six months by $533.7 million. Membership growth through the first six months of 2020 exceeded 6,200; reaching over 284,000. Member checking account relationships increased by over 4,500 for the same period, which reflects a 4.2% annual growth rate. “We continue to welcome new members organically,” said President and CEO Paul Kundert. “These results reflect our consumer-focused business practices and our guiding principle of acting in the best interest of our members.”

UW Credit Union’s portfolio of loans to members stood at $2.5 billion, growing at an annualized rate of 1.1%. Delinquent loans, as a percent of total loans, was 0.47%, well below the 0.93% noncurrent loan bank average most recently reported by the FDIC. In response to the current economic environment, UW Credit Union added an additional $6.4 million in loan loss reserves.

Chief Financial Officer Brad McClain stated, “UW Credit Union is financially well-positioned to continue serving our members through the disruptions of COVID-19. UW Credit Union’s track record of positive earnings added to capital reserves has created the financial strength to enable the credit union to meet members during these challenging times. Today we hold $362.0 million in capital which is 32.5% more than the amount our regulators require for their top "well-capitalized" rating of financial strength.

UW Credit Union is here for members impacted by COVID-19. The credit union is providing loan payment extensions to provide members extra time to make loan payments and to help preserve their credit. UW Credit Union provided payment extensions on over 8,800 loans through the CARES act for $127.2 million. The payment extensions were in addition to emergency low-rate personal loans to help members with budget concerns.

UW Credit Union continues to support our communities through contributions to relief funds, extending employee support with additional paid sick time and ensuring members continue to have access to their accounts through web branch, drive-up services and the mobile app.