

TREASURER'S REPORT

I am proud to report that Georgia Power Northwest Federal Credit Union experienced another year of steady growth in 2016, with our total assets increasing 11% over the previous year, to over 53 million. At the same time, our total deposits grew by 11% with 374 new members joining the credit union during 2016.

Members, both new and existing, continue to turn to the credit union for their lending needs. The credit union's loan balances grew 11.5% for the year, and for the third year in a row, we set a record for the amount of new loans granted during the year.

Your credit union continues to look for ways to invest in products and services that will not only meet your current needs, but help you reach your future goals. I would like to not only thank you, our members, but also the management and staff of the credit union for another great year.

Mark Trammell, Treasurer, Board of Directors



CREDIT COMMITTEE'S REPORT

During the 2016 fiscal year, a total of 1,564 loans were granted for a total of \$15,754,706. This represents a \$2.26 million increase over 2015. The total loans outstanding in Georgia Power Northwest Federal Credit Union's portfolio is \$23,402,690, and our loan to share ratio is 47%.

The Credit Committee is your resource for questions, comments, and recommendations regarding our loan products, and how we can best meet your financial needs. We offer loans for nearly everything that you may ever want or need, including auto, motorcycle, tractor, boat/RV, vacation, mortgages*, home equity, and more, with rates competitive with even the bigger banks.

SUPERVISORY COMMITTEE REPORT

Our Supervisory Committee is comprised of four credit union members who are appointed by our Board of Directors. We assist the Board in overseeing the integrity of the credit union's financial statements, policies and procedures and our primary responsibility is to ensure the safety and soundness of Georgia Power Northwest Federal Credit Union.

We are committed to ensuring your credit union is financially stable and has the highest member service standards possible. The supervisory committee enlisted Nearman, Maynard, Vallez, Certified Public Accountants, P.A. to conduct the annual review of our policies and procedures for 2016. The supervisory committee oversees a number of on-site audits including that of the National Credit Union Administration (NCUA), the regulatory agency for all federally chartered credit unions.

As a member of Georgia Power NW Federal Credit Union, we ask that you assist the Supervisory Committee by reviewing your statements for accuracy and completeness and reporting any discrepancies. Also, please remember to contact the credit union with any address, phone number or email address changes.

In closing, based on the reviews we've performed and on the reports and information provided by our auditors, we are proud to report that Georgia Power Northwest Federal Credit Union and its assets remain financially strong and secure; they are well-managed with sound policies and programs.

Eric Collins, Chairperson
Julie Arp, Member
Drew Blankenship, Member
Russell Burnes, Member

Plus, when you borrow from your credit union, you have the satisfaction of knowing you're reinvesting in your credit union, rather than giving profits to stockholders. Please tell your family and co-workers that they too can enjoy the benefits of Georgia Power Northwest Federal Credit Union!

Credit Committee

* Mortgages are funded by Georgia Power Northwest Federal Credit Union and serviced through Credit Union Financial Services (CUFS).

BOARD OF DIRECTORS

Jerry Patty, President
Todd Hooper, Vice President
Marty Blankenship, Secretary
Mark Trammell, Treasurer
Eric Collins, Director
David Jordon, Director
Terry Langley, Director
Allen Poole, Director
Donna Preston, Director

LOCATIONS

Rome (Main Branch)	Carrollton Branch
906 Broad Street	1200 S Park Street
Rome, Georgia 30161	Carrollton, Georgia 30117
(706) 232-6871	(770) 214-1050

Bowen Branch (Georgia Power, Plant Bowen)
317 Covered Bridge Road
Cartersville, Georgia 30120
(770) 606-6123

ATM Locations (All ATM Machines Accept Deposits)

- Main Branch, Rome
 - Carrollton Branch
 - GA Power Plants: Bowen, Hammond, & Wansley
 - Georgia Power, Holmes Road, Rome
 - Haralson County Courthouse, Buchanan
- Find thousands of surcharge-free ATM's at www.moneypass.com

www.gpnwfcu.org

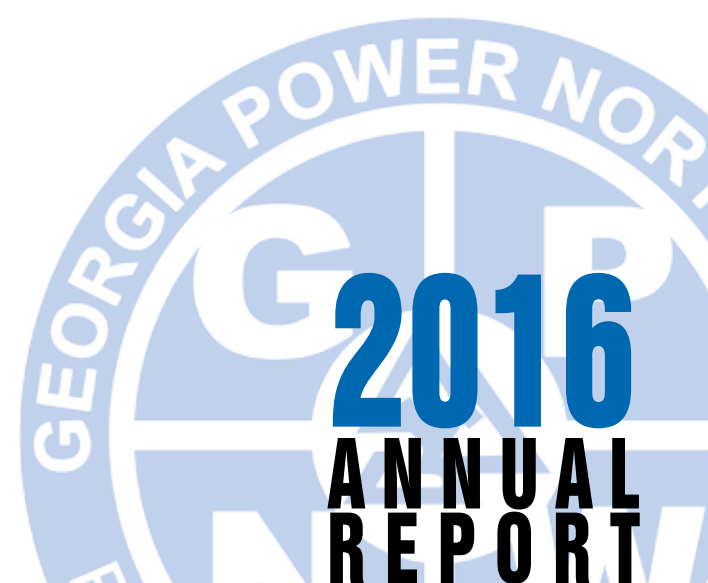


Federally
Insured
by NCUA

Your funds are insured to at least \$250,000 by the National Credit Union Share Insurance Fund (NCUSIF), administered by the National Credit Union Association (NCUA).



Georgia Power Northwest
Federal Credit Union
Helping People Afford Life



PRESIDENT'S MESSAGE

Welcome to Georgia Power Northwest Federal Credit Union's Annual Meeting!

I am truly looking forward to the promise of 2017 and the hope that this year brings. Your presence today shows me that you have a vested interest in the future of our credit union. It shows that you recognize the important role your credit union plays in your financial future. I ask you to share your experience with your family and co-workers; let them know that your credit union stands ready and welcoming!

In 2016, GPNWFCU instituted a number of changes which have been instrumental in strengthening our operation and positioning us for optimal growth as we go forward.

One of the most popular changes was the implementation of the Member's ATM Alliance network, which allows us to provide free ATM access to our members at thousands of ATM's nationwide through the MoneyPass network. We are truly proud of this new service, and we will continue to seek new ways to positively impact the quality of service that you receive.

At GPNWFCU, we know that you work very hard for your savings and we work vigorously to help you achieve your short and long-term financial goals. The Board of Directors, CEO, and staff are determined to make Georgia Power Northwest FCU a successful enterprise in 2017, and with your joint commitment, I know we can do it. Thank you for joining us at your credit union's annual meeting. I look forward to working with each of you in the year to come.

Sincerely,

Jerry Patty
President

COMPARATIVE FINANCIAL STATEMENTS December 31, 2016

COMPARATIVE INCOME AND EXPENSES STATEMENT

Whole Dollars

	2016	2015
INCOME		
Interest on Loans	\$ 1,146,158	\$ 970,380
Investment Income	\$ 230,375	\$ 173,935
Other Income	\$ 482,396	\$ 416,213
Total Operating Income	\$ 1,858,929	\$ 1,560,528
EXPENSES		
Salaries & Benefits	\$ 814,022	\$ 695,327
Office Operations & Supplies	\$ 746,150	\$ 582,347
Loan Servicing	\$ 85,838	\$ 57,304
Professional Services	\$ 22,460	\$ 17,936
Members' Insurance	\$ 13,128	\$ 14,271
Loan Loss Provisions	\$ 50,866	\$ 88,068
Operating Fees	\$ 11,594	\$ 9,695
Other	\$ 42,298	\$ 23,063
Total Operating Expenses	\$ 1,786,356	\$ 1,488,011

INCOME FROM OPERATIONS

Before Distributions	\$ 72,573	\$ 72,517
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DISTRIBUTION OF INCOME

Dividends	\$ 67,496	\$ 58,395
Undivided Earnings		
Regular Operating Income	\$ 5,077	\$ 14,122
NCUA Assessments	\$ -	\$ -
Total to Undivided Earnings	\$ 5,077	\$ 14,122
Total Income Distribution	\$ 72,573	\$ 72,517

COMPARATIVE BALANCE SHEET

Whole Dollars

	2016	2015
ASSETS		
Consumer Loans	\$ 18,500,568	\$ 16,010,791
Real Estate Loans	\$ 3,121,786	\$ 3,212,660
Visa® Loans	\$ 1,786,265	\$ 1,776,460
Less Loan Loss Allowance	\$ (101,291)	\$ (89,823)
Net Loans Outstanding	\$ 23,307,329	\$ 20,910,088
Cash	\$ 1,648,883	\$ 1,151,927
Investments	\$ 21,818,379	\$ 22,485,484
Catalyst Corp & Federal Res	\$ 4,973,061	\$ 2,472,768
Other Investments	\$ 8,000	\$ -
Net Investments	\$ 28,448,323	\$ 26,110,179
NCUA Insurance Fund	\$ 461,725	\$ 402,541
Land & Building	\$ 829,115	\$ 842,756
Other Fixed Assets	\$ 73,168	\$ 77,896
Other Real Estate Owned	\$ -	\$ -
Other Assets	\$ 246,579	\$ 248,860
Total Assets	\$ 53,366,239	\$ 48,592,320
LIABILITIES		
Accounts Payable	\$ 230,814	\$ 281,816
Other Liabilities	\$ 323,038	\$ 255,710
Total Liabilities	\$ 553,852	\$ 537,525
MEMBER EQUITY		
Regular Shares	\$ 28,475,910	\$ 25,384,958
Share Drafts	\$ 11,006,142	\$ 8,656,338
IRA Accounts	\$ 4,130,814	\$ 4,353,828
Share Certificates	\$ 4,526,052	\$ 4,979,301
Regular Reserves	\$ 753,381	\$ 753,381
Undivided Earnings	\$ 3,920,089	\$ 3,926,988
Total Members' Equity	\$ 52,812,388	\$ 48,054,794
Total Liabilities & Members' Equity	\$ 53,366,239	\$ 48,592,320

