

Pennsylvania State Employees Credit Union
Consolidated Balance Sheets
(in thousands)

	December 31	
	2023	2022
ASSETS		
Cash and due from financial institutions	\$ 416,118	\$ 568,977
Federal funds sold	6,473	4,777
Repurchase agreement	50,000	-
Available-for-sale investment securities (amortized cost of \$1,131,264 and \$1,254,496)	1,066,041	1,170,387
Held-to-maturity investment securities (fair value of \$1,212 and \$2,362)	1,229	2,426
Equity securities	25,422	21,395
Other investments	24,012	23,395
Loans, net of allowance of \$126,993 and \$58,648	6,399,593	6,087,094
Deposit for federal share insurance	68,249	68,079
Accrued interest receivable	26,417	21,451
Property and equipment, net	72,493	75,817
Operating lease right of use asset	894	1,329
Other assets, net	70,831	25,985
 Total assets	 \$ 8,227,772	 \$ 8,071,112
 LIABILITIES AND MEMBERS' EQUITY		
Members' share accounts	\$ 7,422,037	\$ 7,247,525
Accounts payable	10,828	31,860
Operating lease liability	828	1,242
Other liabilities	38,677	33,948
 Total liabilities	 7,472,370	 7,314,575
 Members' equity		
Additional paid-in capital	693	693
Retained earnings	817,983	836,724
Accumulated other comprehensive income/(loss)	(63,274)	(80,880)
 Total members' equity	 755,402	 756,537
 Total liabilities and members' equity	 \$ 8,227,772	 \$ 8,071,112

The accompanying notes are an integral part of these consolidated financial statements.

Pennsylvania State Employees Credit Union
Consolidated Statements of Comprehensive Income
(in thousands)

	Year ended December 31	
	2023	2022
Interest income		
Interest on loans, including fees	\$ 349,899	\$ 279,263
Interest on investments	63,666	31,674
Total interest income	413,565	310,937
Interest expense		
Dividends on members' share accounts	129,667	53,117
Net interest income	283,898	257,820
Provision for credit losses	133,831	46,449
Net interest income after provision for credit losses	150,067	211,371
Noninterest income		
Credit card interchange fees	9,534	9,634
Check card interchange fees	21,588	21,282
Checking account fees	4,842	4,072
ATM income	4,349	4,640
Gains (losses) recognized on equity securities	4,006	(4,979)
Other	10,788	10,977
Total noninterest income	55,107	45,626
Noninterest expenses		
Salaries and employee benefits	88,155	77,635
Office occupancy expenses	4,034	4,314
Office operation expenses	24,014	22,336
ATM expenses	10,214	11,582
Check card program expense	11,159	10,974
Loan servicing expenses	13,890	13,509
Depreciation and amortization	8,733	8,864
Other operating expenses	37,543	30,460
Total operating expenses	197,742	179,674
Net income	7,432	77,323
Other comprehensive income/(loss)		
Change in net unrealized gains/(losses) on investment securities during the year	18,886	(81,486)
Change in benefit plan liabilities	(1,280)	2,962
Total other comprehensive income/(loss)	17,606	(78,524)
Total comprehensive income (loss)	\$ 25,038	\$ (1,201)

The accompanying notes are an integral part of these consolidated financial statements.