

**CDCI ANNUAL USE OF CAPITAL SURVEY - 2010**



NAME OF INSTITUTION  
(Include Holding Company Where Applicable)

Pyramid Federal Credit Union

Point of Contact:	Ray Lancaster	RSSD: (For Bank Holding Companies)	0
UST Sequence Number:	1417	Docket Number: (For Thrift Holding Companies)	
CPP/CDCI Funds Received:	25,000,000	FDIC Certificate Number: (For Depository Institutions)	
CPP/CDCI Funds Repaid to Date:		Credit Union Charter Number: (For Credit Unions)	24826
Date Funded (first funding):	N/A	City:	Tucson
Date Repaid <sup>1</sup> :	N/A	State:	Arizona

<sup>1</sup>If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

**What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).**

**Increase lending or reduce lending less than otherwise would have occurred.**

While overall lending demand remains low, we have been able to continue to offer mortgage loans that remain on our books

**To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).**

We are able to add additional mortgage loans to our loan portfolio

**CDCI ANNUAL USE OF CAPITAL SURVEY - 2010**



NAME OF INSTITUTION  
(Include Holding Company Where Applicable)

Pyramid Federal Credit Union

**Increase securities purchased (ABS, MBS, etc.).**

With the decreased loan demand, excess funds have been used of investment purchases

**Make other investments.**

**Increase reserves for non-performing assets.**

**Reduce borrowings.**

**CDCI ANNUAL USE OF CAPITAL SURVEY - 2010**



NAME OF INSTITUTION  
(Include Holding Company Where Applicable)

Pyramid Federal Credit Union

**Increase charge-offs.**

**Purchase another financial institution or purchase assets from another financial institution.**

**Held as non-leveraged increase to total capital.**

**CDCI ANNUAL USE OF CAPITAL SURVEY - 2010**



NAME OF INSTITUTION  
(Include Holding Company Where Applicable)

Pyramid Federal Credit Union

**What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?**

We were able to avoid a reduction in new mortgages (1st and 2nds). Current mortgages as a % of loans were able to be increased. Although, there has not been an increase in our mortgage portfolio, we have been able to continue to market mortgage loans in our community.

**CDCI ANNUAL USE OF CAPITAL SURVEY - 2010**



NAME OF INSTITUTION  
(Include Holding Company Where Applicable)

Pyramid Federal Credit Union

**What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?**

The CDCI funds allowed us to continue to grow and offer our services to others in our community. During this time of economic uncertainty, the CDCI funds have provided a cushion in our capital that allows us to expand our market within our community. We are establishing a partnership with the local United Way office to assist low-income members of our community. We are also working with some of their partners to bring financial advice and counseling to our communities, especially in the low-income areas of Pima County.

**CDCI ANNUAL USE OF CAPITAL SURVEY - 2010**



NAME OF INSTITUTION  
(Include Holding Company Where Applicable)

Pyramid Federal Credit Union

**Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.**

The CDCI funds have allowed us to grow our assets due to the increased capital