

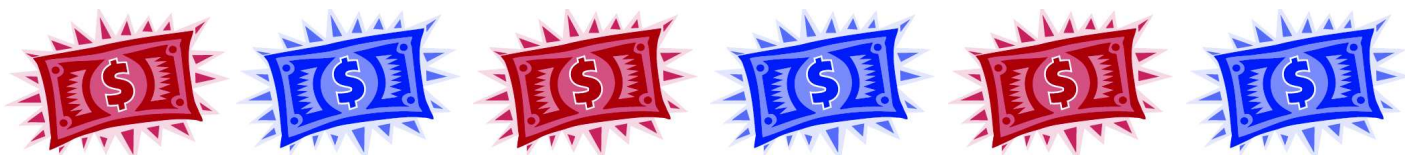
Plastic Card Fraud and Texting scams are on the rise. Don't be scammed, phished or taken. Be vigilant about requests for information via e-mail, phone or at the door. A legitimate business will not ask for your personal/confidential information by contacting you. This information is on file already. Make sure you keep your address & phone numbers current with anyone you do business with to avoid identity theft. Protect your income with direct deposit for your paycheck, pension or Social Security deposits. Contact us at 651-451-8495 to find out more or visit our website www.firstpacecu.com. We participate with the Social Security Administrations Go Direct campaign. Call us to get started for safe and secure deposits.

As the year ends, your Board of Directors, Supervisory Committee and Staff would like to say thank you for your valued business. You are the reason we're here and the reason we're successful. We hope you'll continue to come back and let us serve your needs, both large and small. In turn, we will continue to give you the prompt, friendly, personal service you've come to expect. Attend our annual meeting March 13th and find out how we did during 2009.

When Times are Tough We Can Help. As a member-owned not-for-profit institution, operating with a people-helping-people philosophy, we really look out for our members' best interest. We maintain our historical focus on helping as many members as possible with their borrowing needs while being responsible with the member assets we use to fund these loans. FIRST PACE Credit Union is safe, sound & secure. A union of people extending credit to one another. People like you and your neighbors. No exotic loans in foreign countries. No investments in big Wall Street firms. No subprime. Just loans in our community for cars, houses and personal reasons. For you.

Have you ever wondered "why don't we offer the highest deposit rate?, why don't we offer the lowest loan rate?, why aren't we open 7 days per week?" The bottom line is we don't exist to maximize stockholder value or market share. We exist to maximize member service. This means providing a broad array of products and services to members in their various stages of financial life cycles. This typically means you get 'a very good deal,' rather than 'the best deal.' FIRST PACE Credit Union provides products and services that will make a positive difference in our members lives

**Changes in your life? Update your Membership Card with beneficiary information.
Help fight ID Theft - keep your phone and address with us current!**



DIVIDEND RATES PAID THIS QUARTER:

<u>APY*</u>	<u>APR**</u>	
0.50%	0.50%	On the amount in your account up to \$ 1,999
0.65%	0.65%	On the amount in your account from \$ 2,000 to \$ 4,999
1.21%	1.20%	On the amount in your account over \$ 5,000

*ANNUAL PERCENTAGE YIELD
**ANNUAL PERCENTAGE RATE

Your dividends are calculated on a daily balance and compounded quarterly.

Call the Credit Union Office for Great Competitive Term Share Certificate Rates for 6 months 12 months or 24 months

TWO TWO SIX SIX

Any member of your immediate family may join the Credit Union.
Call the office for a membership application



161 East Marie Avenue
West St. Paul, MN 55118

Telephone: 651-451-8495 or 651-451-8052
Hours: 10:00 A.M. to 5:00 P.M. -- Mon. - Wed. - Fri.
10:00 A.M. to 2:00 P.M. -- Tues. - Thurs.
www.firstpacecu.com

Newsletter for Fourth Quarter Ended December 31, 2009

TEN DOLLAR (\$10) GIVEAWAY

Would you like us to deposit \$10 into your share savings account? All you have to do is find your credit union account number spelled out in this issue of the quarterly newsletter. If you find your account number such as: **ONE ZERO FOUR ONE** call the credit union office by **March 31, 2010** and we will deposit ten dollars in your account. There are five numbers.

Want a sure way to save?
PAYROLL DEDUCTION
It works!
A small amount each pay period adds up over time, start saving now!

FIRST PACE Credit Union has a great checking account program! It is a no fee, no minimum balance requirement with Direct Deposit and Payroll Deduction capabilities. Our VISA Debit Cards can be presented for payment anywhere you see the VISA logo. Shopping online is safe and simple. They can also be used at ATM's across the nation and internationally. Stop in the office or call today to find out how to open your checking account and get a free, convenient to use debit card!
P.S. Your first box of checks are FREE.

Once a member-always a member-*lifetime membership!* If you should change employer or change position within your company you can continue to be a member/owner of FIRST PACE Credit Union. Just talk to your employer about direct deposit so you can continue to save the easy way with regular contributions to your Share Savings Account or open and use our free Draft (checking) Account.

National Credit Union Administration (NCUA) Chairman Deborah Matz joins Treasury, Homeland Security Departments to provide an Emergency Financial First Aid Kit (EFFAK). This is an excellent tool for families to prepare for the future. There is a link to EFFAK from our website www.firstpacecu.com or available on NCUA's website:
<http://www.ncua.gov/Publications/brochures/EmergencyFinancialFirstAidKit.pdf>

YOU ARE AN OWNER OF FIRST PACE CREDIT UNION! **Come to the Annual Meeting and see how YOUR Business is doing** **Stay for a Delicious Dinner & Music**

Notice is hereby given that the 47th Annual Meeting of Members of FIRST PACE Credit Union will be held, as provided in the by-laws:

Saturday, March 13, 2010

at The Point Restaurant, Cottage Grove

Speaker from CU Companies/CU Preferred Investments:

5:00 p.m. Brief introduction on Financial Planning Services: the importance of starting & continuing investing, whether you have little money or a lot of money & how they may help you-Please RSVP to the credit union if you will be attending

Registration & Social Time: 5:30 - 6:30 p.m.

Business Meeting: 6:30 p.m.

Dinner: 7:00 p.m. \$12 tickets for the dinner must be purchased by March 5th.

A: To hear and act upon the reports of: 1. The Directors
2. The Treasurer 3. The Credit Manager 4. The Supervisory Committee

B: To elect: 1. Two members to the Board of Directors to fill 3 year expired terms 2. One member to the Supervisory Committee to fill a 3 year expired term.

C: To set compensation for Board of Directors and Committee Members

D: To take any action or transact such other business as may come before the meeting.

If you are interested or know of someone who is interested in running for these open positions please call the office with this information. These are volunteer positions for someone who wants to serve, working for the best interests of the credit union. If you are a member, you are an owner and can vote for members of the Board of Directors and Supervisory Committee. As a cooperative we feel our rates & fees are better at the credit union because it is a not-for-profit business and therefore doesn't have to pay shareholders.

Prizes & Gifts: We have door prizes, plus, everyone in attendance will receive a gift!

SIX ZERO TWO FIVE

LETTER FROM YOUR PRESIDENT

Dear Member:

When comparing the balances of your shares, certificates, and loans to your records, please remember that the credit union records only include payroll deductions, deposits, or payments which were received by December 31, 2009. Any receipts that come into the credit union after year end will show on your next quarterly statement.

Your enclosed statement shows taxable income for 2009 and the interest paid on loans. Form 1099-INT for regular interest earned in 2009 and Form 1098 Interest Paid will be mailed in time for you to receive them by the end of January 2010.

Thank you,
Jennifer Tiedman, President

ONE TWO ZERO TWO

FIRST PACE Credit Union would love to help you out with your loan needs. If you want/need a different vehicle, snowmobile, ATV or are looking ahead to purchase a motorcycle, boat or camper we are here for you. When you apply for a loan through us we will be able to tell you your credit score and review your credit bureau report with you for accuracy. Remember to ask for payment protection of Credit Disability and/or Credit Life when applying for your loan.

We also can give you a better price (\$200 cost) than dealers on GAP coverage (Guaranteed Asset Protection) when purchasing vehicles or boats.

Copies of the 2009 Model Year EPA/DOE Fuel Economy Guide are now in our office along with past issues. You can also find the guide on their website www.fueleconomy.gov

Remember as you cruise the Boat Shows-our loan rates are very competitive and we would love to finance your new boat.

We have terms up to 12 years, payments may be kept low, low, low!

Who should be your primary financial institution-serving all your financial needs? FIRST PACE Credit Union now offers:

Online banking, free Bill Pay, online EZ Statements in addition to our other products and services listed below.

Think of us as your primary financial institution-able to serve all your financial needs.

Regular share accounts - for you and your family; Share Draft Accounts (checking accounts); Club accounts - for vacation, Christmas or saving for something special; Term Share Certificates of Deposit (CD's); Automobile/motorcycle loans, both new & used; loans for recreational vehicles, boats & campers; Share-secured loans; Signature loans; Home Equity loans; Credit Life and Disability loan insurance; Payroll deduction; Direct Deposit; Lifetime membership; Wire Transfers, Federal insurance on all accounts to at least \$250,000; Free Notary service; VISA Gift Cards; CUMONEY VISA TravelMoney cards, NADA pricing on all collateral, and more.

Through our CUSO (Credit Union Service Organization) CU Companies you can also obtain:

CU Mortgage Services, Inc.-various mortgage loans; CU Realty, Inc.; CU Title, Inc.; CU Auto Resource Center, Inc.-finding new or used vehicles for you at dealers or their own lot; CU Preferred Investment Services, Inc.-Planning & Insurance, Education, Bonds, Stocks, Mutual Funds, Annuities, IRAs; CU Member Business, Inc.-business loans.

Call the office at 651-451-8495 for more information or CU Companies for their products at 651-631-3111
For Bill Pay demo log onto www.firstpacecu.com, click on Bill Pay demo and get a feel for how easy this is.

Scholarship money available through the FIC

The Minnesota Family Involvement Council (FIC) is again making available \$11,000 in scholarship money for Minnesota Credit Union members who are continuing their education in the fall of 2010/spring 2011. They are offering two \$1000 and eighteen \$500 scholarships.

FOUR THREE SIX EIGHT

Those interested in applying need to complete an application form and submit a typed essay that answers the question "*Credit Unions were established in the U.S. 100 years ago, yet many Americans know nothing about them. As the manager of a credit union, what strategies would you employ to give credit unions a higher profile and help them grow?*" Applications must be completed and postmarked by Monday, February 1, 2010 (or submitted electronically before midnight on the due date). The 20 scholarship recipients will be selected and announced in the spring of 2010.

For an application packet, please contact us at 651-451-8495 or visit our website www.firstpacecu.com.

