



VOL. 30 NUMBER 2 April 2016

# MONEY Matters



## The 3 Things You Need to Know Before You Buy a New Car

There are many things to consider before purchasing ANY car, but a NEW car might spark particular questions. There are pros and cons to buying new cars, just as there are pros and cons to buying used cars.

First off, when purchasing any vehicle, ask yourself “Why am I buying this car?” Is it for daily use, will you need a lot of storage space, seating space? Make sure the makes and models you narrow your search down to are practical reflections of how you will use the car.

You may love the look of a larger vehicle, but if you don’t have five children, you might not need that much space and that particular car may not be right for your daily commute and errands.

After you’ve considered the personal aspects of which car to buy, move on to the less subjective parts of the process:

### 1. Depreciation

Most cars depreciate at about 15% per year. With new cars, there is a 20% depreciation rate as soon as you drive off the lot. You want to consider this before you decide to buy a new car, especially if you can’t put much money down as a down payment. Chances are you’ll be upside down on your car loan almost immediately if you’re financing the entire cost.

### 2. Cost-to-own

Also, consider the true cost to own the car you’re eyeing. These costs include insurance, fuel, maintenance, and more. Maintenance costs vary by manufacturer and model. Do your research—some manufacturers have better reputations than others. Some new cars even come with “free” maintenance plans for the first couple of years or for a certain number of miles.

### 3. How much can you afford?

Don’t guide yourself solely by what the dealership is willing to lend you. And, don’t be blindsided by an attractive low monthly payment—oftentimes tied to a super-long loan term. Consider all aspects of financing—the total amount you are going to end up paying for that vehicle when it’s all said and done. That’s what matters.

Visit Germania Credit Union before you even step on the lot. As a not-for-profit financial cooperative, we can approve you for an auto loan that fits your circumstances—and your budget. We won’t put you into a loan you can’t afford, and we’re happy to explain everything to you away from the high-pressure of the dealership.





**The Thirtieth Annual Meeting of Germania Credit Union was called to order on February 16, 2016 at 6:00 p.m. at the Germania home office. The following directors were elected to serve three year terms: William Boer, Richard Grimmer and Trey Hardy.**

**Office Hours:**

Monday - Friday   
 8:00 am - 5:00 pm  
 (No transactions after 4:00 pm)  
 Germania will be closed  
 Monday, May 30th  
 In observance of Memorial Day.

**DOCUMENTS AVAILABLE TO MEMBERS**



Upon request, a member is entitled to review or receive a copy of the most recent version of the following credit union documents:

- 1) Balance sheet and income statement.
- 2) A summary of the most recent annual audit.
- 3) Written board policy regarding access to the articles of incorporation, bylaws, rules, guidelines, board policies, and copies thereof.
- 4) Internal Revenue Service Form 990.

**Current Rates:**

Annual Percentage Yield (APY) for Regular Share Accounts is accurate as of 3-31-2016.

**Regular Share Account**

Dividend Rate..... 0.025%  
 APY ..... 0.025%

Contact the credit union for further information about applicable rates, fees and terms.

**Statistics:**

(as of February 28, 2016)

Assets ..... \$9,927,149  
 Shares ..... \$8,479,758  
 Loans ..... \$6,152,707  
 Members ..... 2,554

**Board of Directors**

- Rick Blundell, Jr., Chairman
- Richard Grimmer, Vice Chairman
- Trey Hardy, Treasurer
- Sandy Wellbrock, Secretary
- William Boer
- Howard Tomlinson
- Lisa Eben
- Traci Bagley
- Jeff Smestuen

**Staff**

- C.W. Barker, President
- Janet Mantey
- Jo Lynne Goldberg
- Chelsea Lozano

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