



*Here Today.
Here Tomorrow.
Here to Stay.*




Jewett City
 Savings Bank
Since 1873

2022 Annual Report





Proud to be Your Bank for 150 Years and Counting

Since its founding in 1873, Jewett City Savings Bank has served the banking needs of its neighbors, businesses and the community.

In 2023, Jewett City Savings Bank is celebrating its 150th anniversary through a series of events, specials and much more.

Share your story!

We encourage customers, neighbors, and other members of the community to share your memories and stories of working with Jewett City Savings Bank.

Visit [JCSBank.com/150years](https://www.jcsbank.com/150years) for information about events and to share your stories.

Board Chairman & Vice Chairman Elected in 2022



Gary W. Peloquin
Chairman of the Board



Gail Rooke-Norman
Vice Chairman of the Board

In 2022, the Board of Directors elected Gary W. Peloquin to serve as Chairman of the Board and Gail Rooke-Norman to serve as Vice Chairman of the Board.

Before his election as Chairman, Peloquin served as Vice Chairman since 2014. He was elected to the Board of Directors in 2008 and has been a Corporator since 1999.

A Corporator since 1984, Rooke-Norman became the first female elected to the Board of Directors in 2000, where she has been an advocate for women in management and leadership roles. She now serves as the first female Vice Chairman of the Board in the history of the Bank.

President's Message

On behalf of Jewett City Savings Bank's Board of Directors and senior management team, I'm proud to share with you that the strong financial performance of your mutual savings bank in 2021 was repeated in 2022. The Bank's assets increased incrementally to \$404 million and for the second year in a row, Jewett City Savings Bank reported a net income of more than \$2 million.



Michael L. Alberts
President and CEO

There was no shortage of volatility in 2022 as interest rates rose to levels last seen in 2007 and the stock market, overall, suffered a steep decline. Jewett City Savings Bank's strong liquidity position, however, allowed the Bank to continue to be a strong commercial and retail lender in our marketplace, and to earn strong revenue from overnight investment of our excess funds. Significant losses in the Bank's common stock portfolio were handily offset by strong loan and investment income.

While none of us have a crystal ball to predict the year ahead with full accuracy, it's fair to expect continued volatility as interest rates are anticipated to peak late this year and stay flat for a period before eventually declining. In this environment Jewett City Savings Bank is well-positioned; the Bank ended 2022 with one of the lowest loan delinquency levels recorded and for the first time in many years, no properties categorized as Other Real Estate Owned (OREO). Our senior management team continues to be very thoughtful in our credit decisions to help ensure that the Bank's capital position remains fortress-like.

In 2022 Jewett City Savings Bank welcomed seven new Corporators including Attorney Christopher Anderson, Nancy Cowser, Sheila Frost, Nicholas Fusaro, Emily Norman, Jeffrey Peloquin, and Dr. Hope Marandola. All seven share a common bond of leadership, civic commitment, and a strong desire to reinforce the mutual savings bank model that the Bank will have embraced for 150 years in June 2023.

You'll note elsewhere in this annual report the details surrounding the donations of the Jewett City Savings Bank Foundation. Our Foundation continues to well-fund the needs of food pantries, libraries, first responders, supporters of the arts, and health and social service groups throughout Eastern Connecticut and Southwestern Rhode Island.

From the Bank's Board of Directors who is unwavering in their commitment to preserve our mutual banking status, to our Corporators who represent the interests of our depositors and serve as community ambassadors, to our loyal, dedicated employees, Jewett City Savings Bank remains committed to serving our customers for the next 150 years.

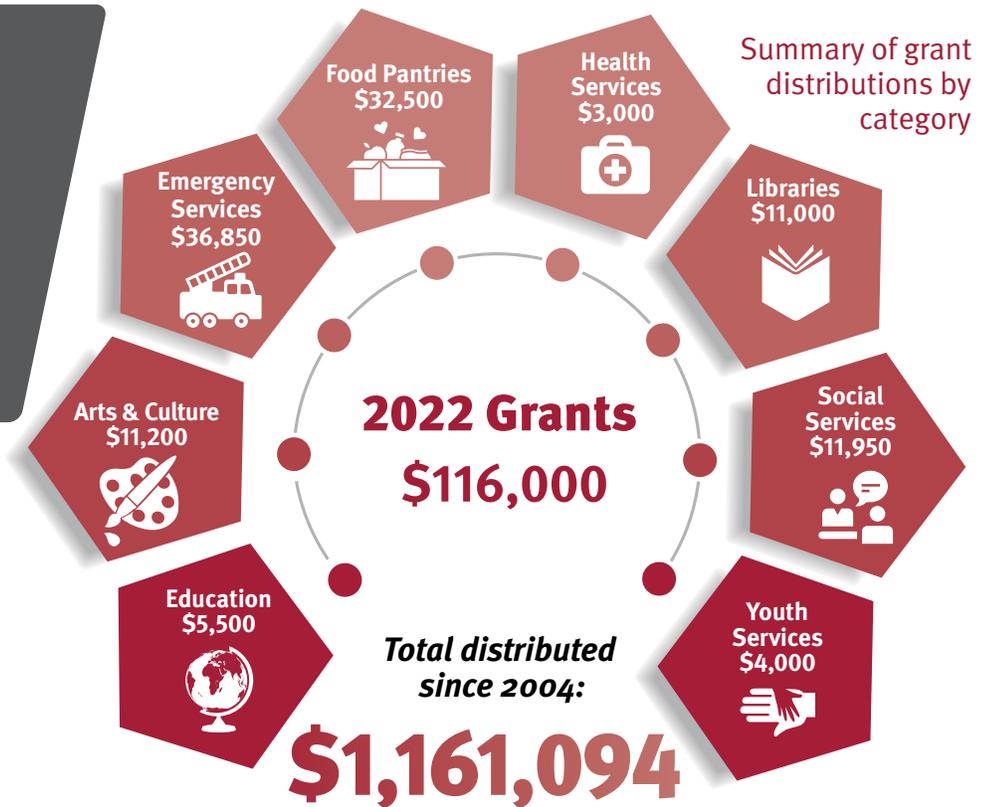
Sincerely,

A handwritten signature in dark ink that reads "Michael L. Alberts". The signature is written in a cursive, flowing style.

Michael L. Alberts
President & CEO

Your Community.

Our long tradition of supporting the communities in which we live and work continued in 2022 through employee volunteerism, charitable donations, and grants from the Jewett City Savings Bank Foundation.



The Gertrude Chandler Warner Boxcar Children Museum received a \$1,200 grant to replace a sign at the recently restored museum in Putnam.



Pictured left to right are John Miller, Aspinock Historical Society President; Pat Hedenberg, Chair of the Gertrude Chandler Warner Boxcar Children Museum; and Michael Alberts, Jewett City Savings Bank President & CEO.

The RiseUp for Arts organization received a \$3,000 matching donation to bring the MLK Mural Tour to Putnam.



Pictured is the Dr. Martin Luther King, Jr. mural located at the Hale Family YMCA in Putnam.

Interfaith Human Services of Putnam received a \$5,000 Foundation grant in support of the Daily Bread Food Pantry and Diaper Bank of Northeastern Connecticut.

Pictured left to right are Liz Canning, volunteer; Karen Osbrey, Board President; and Peter Battye, volunteer.



Your Business

Lending a hand to local businesses

Our experienced commercial lending team helped business owners to purchase, refinance, and develop commercial real estate projects throughout Eastern Connecticut and Southern Rhode Island.

Highlights from 2022 included:

1. Putnam Ford, Putnam, CT
2. Genesys Diagnostics, New London, CT
3. Rox Riv Realty, 2 shopping plazas, Mystic, CT
4. Trigo Wood Fired Pizza, Willimantic, CT
5. General Stanton Inn, Charlestown, RI

Jewett City Savings Bank Receives Small Business Administration Award

During the U.S. Small Business Administration (SBA) Connecticut District's annual meeting on December 13, 2022, Jewett City Savings Bank's commercial lending team accepted an Eagle Award.

The Award recognized the Bank as the 7(a) Loan Lender of the Year in the assets under \$500 million category. The SBA's most common loan program, the 7(a) Program provides financial help for small businesses with special requirements.

"For more than 25 years, Jewett City Savings Bank has been helping business owners achieve their goals, while supporting the economic growth of our region," said Michael Alberts, President and CEO of Jewett City Savings Bank. "We are honored to be recognized for continuing to serve the small business community."

The Jewett City Savings Bank commercial lending team accepted the Eagle Award during the U.S. Small Business Administration Connecticut District's annual meeting on December 13, 2022.



Summary Highlights

(Dollar amounts in thousands)

	2022	2021	2020	2019	2018
Condensed Statement of Operations					
Interest and dividend income	\$ 15,088	\$ 13,171	\$ 12,354	\$ 12,352	\$ 11,843
Interest expense	842	1,009	1,457	1,616	1,203
Net interest income	14,246	12,162	10,897	10,736	10,640
Provision for loan losses	1,047	545	855	1,025	1,300
Noninterest income	1,655	3,280	2,540	2,660	2,137
Noninterest expense	12,034	11,898	10,495	9,793	9,222
Provision for income taxes	629	491	387	526	439
Net income	\$ 2,191	\$ 2,508	\$ 1,700	\$ 2,052	\$ 1,816
Performance Ratios					
Return on average assets	0.54%	0.66%	0.51%	0.71%	0.64%
Yield on average earning assets	3.92%	3.67%	3.98%	4.64%	4.53%
Cost of average interest bearing liabilities	0.24%	0.31%	0.51%	0.68%	0.51%
Net interest margin	3.70%	3.39%	3.51%	4.03%	4.07%
Average earning assets to average assets	94.2%	93.8%	92.9%	92.2%	92.3%
Noninterest expense as percent of average assets	2.95%	3.11%	3.14%	3.39%	3.26%
Noninterest income as percent of average assets	0.41%	0.86%	0.76%	0.92%	0.75%
Condensed Balance Sheet (as of December 31)					
Cash and due from banks	\$ 3,921	\$ 3,005	\$ 2,887	\$ 3,348	\$ 2,185
Interest bearing deposits	35,198	56,841	48,451	18,050	13,368
Investment securities	36,015	32,338	23,196	21,671	24,342
Loans receivable, net	304,353	284,780	262,976	227,613	220,820
Premises and equipment, net	5,635	6,146	6,748	6,783	5,753
Other assets	19,059	18,584	17,981	17,522	17,337
Total assets	\$ 404,181	\$ 401,694	\$ 362,239	\$ 294,987	\$ 283,805
Deposits	\$ 335,785	\$ 329,558	\$ 284,116	\$ 218,095	\$ 215,664
Borrowings	8,107	14,107	22,770	23,541	17,287
Other liabilities	6,445	4,680	4,342	4,182	3,967
Retained earnings	53,844	53,349	51,011	49,169	46,887
Total liabilities and retained earnings	\$ 404,181	\$ 401,694	\$ 362,239	\$ 294,987	\$ 283,805
Average Balance Sheet (YTD)					
Average Earning Assets	\$ 384,952	\$ 358,804	\$ 310,586	\$ 266,211	\$ 261,292
Average Cost Liabilities	354,170	328,361	282,938	239,299	235,738
Average Assets	408,516	382,473	334,369	288,701	283,145

Financial Highlights



\$404.1
million
Total Assets



\$335.7
million
Total Deposits



\$304.3
million
Total Net Loans



\$87.1
million
New Loans



\$32.9
million
New Retail
Loans



\$54.2
million
New
Commercial
Loans

Leadership



Senior Management

Michael Alberts President and Chief Executive Officer
Diana Rose Senior Vice President, Corporate Secretary, Chief Administrative Officer
James McDonald Senior Vice President, Chief Financial Officer
Ernest Muccio Senior Vice President, Chief Credit Officer
Peter Cannon Senior Vice President, Compliance, Security & BSA Officer
Sandra Boucher Vice President, Retail Banking Officer

Bank Management

William Couture Vice President, Commercial Loan Officer
Kevin Goyen, Vice President, Director of Information Technology
Tomasz Kosek, Vice President
Mark Light, Vice President, Senior Commercial Loan Officer
Katherine Quackenbush, Vice President, Director of Human Resources
Terrill Sabourin, Vice President, Operations & eBanking Officer
Sonya Armstrong, Assistant Vice President, Loan Operations Manager
Karen Brodeur, Assistant Vice President, Senior Commercial Credit Analyst
Dianne Chiavarini, Assistant Vice President, Branch Manager
John Couillard, Assistant Vice President, Business Loan Officer

Shannon Haeseler, Assistant Vice President, Branch Manager
Amanda Heibel, Assistant Vice President, Branch Manager & Training Officer
Timothy Jones, Assistant Vice President, Branch Manager
Lisa Legler, Assistant Vice President, Branch Manager
Raymond Perry, Assistant Vice President
Marcus Rehbein, Assistant Vice President, Commercial Loan Officer
Melissa Waite, Assistant Vice President, Branch Manager
Jane Watson, Assistant Vice President, Assistant Controller
Patricia Voltaire, Branch Manager

Corporators

Michael Alberts
Christopher Anderson
Brian A. Andstrom
Betsy M. Barrett
Robert Boyd III
Amanda Brycki
Paul Brycki
John E. Burke
Mary Jane Burke
Paul E. Chase
Don Kyle Collins, Jr.
Donna Copeland
Nancy Cowser
Gaston Cyr
Louis J. Demicco, Jr.

Louis Demicco III
Matthew S. Desaulnier
Joseph M. Dudek
Graeme Everson
John U. Faulise Jr.
Sheila Frost
Nicholas Fusaro
Charlotte Geer
Norman Gileau*
Albert G. Gosselin, Jr.
Elena Hermonot
Reino E. Horstmeyer
Wayne Jolley
Courtland Kinnie
Gabrielle Labonte

Lionel LaSalle, II
John B. Lucey
Josue Luna
Theresa I. Madonna
Diane L. Manning
Hope Marandola
Frederick S. Marzec, Jr.
Kevin C. Merchant
Eric L. Moore*
Mary Anne Nieminen
Emily Norman
Ernest R. Norman
Stuart R. Norman, Jr.
Elizabeth Osga
Charles B. Palmer

David T. Panteleakos
Gary W. Peloquin
Jeffrey Peloquin
Bruce Prescott
Jeffrey A. Rawson
Gail Rooke-Norman
Earl Rosebrooks
Susan Rourke
Christian Sarantopoulos
Phillip E. Tetreault
R. James Thevenet
R. Avery Tillinghast
Kevin Trahan
Joel Zuckerbraun

*Corporator Emeritus

Board of Directors

Gary W. Peloquin Chairman
Gail Rooke-Norman Vice Chairman
Michael Alberts President & CEO
Brian A. Andstrom
Betsy M. Barrett
Matthew S. Desaulnier
Diane L. Manning
David T. Panteleakos
Phillip E. Tetreault
R. James Thevenet

Directors Emeriti

John Burke
Louis J. Demicco, Jr.
Norman Gileau
Reino Horstmeyer
Kevin Merchant
Eric Moore
R. Avery Tillinghast

Voted Best Bank

by Readers of The Sun
2020, 2021 & 2022



Voted Best Bank

by Readers of The Bulletin
2020, 2021 & 2022



Named Best Community Bank

in Connecticut by Readers of
The Commercial Record
every year since 2014.



2014 - 2022

Locations

Brooklyn

490 Providence Road
Brooklyn, CT 06234
860-774-8558

Dayville

560 Hartford Pike
Dayville, CT 06241
860-779-1444

Jewett City

Main Office
111 Main Street
Jewett City, CT 06351
860-376-4444

Pawcatuck

46 West Broad Street
Pawcatuck, CT 06379
860-650-6005

Plainfield

48 Norwich Road
Plainfield, CT 06374
860-564-3375

Preston

Fleming's Center
353 Route 165
Preston, CT 06365
860-204-9944

Putnam

Riverfront Commons
233A Kennedy Drive
Putnam, CT 06260
860-928-0144

JCSBank.com

