



FORT McCLELLAN
CREDIT UNION

Consent Agenda



PRESIDENT & CHAIRMAN'S REPORT

This month Credit Union members celebrate 67 successful years of operation for Fort McClellan Credit Union. On behalf of your board of directors, it is our pleasure to report that your Credit Union has once again recorded another successful year. The first quarter of 2020 has presented the board and management with significant challenges due to COVID-19 which required us to implement our pandemic plan successfully. We were able to remain functional and provide service for our membership. During this time, management was able to continue with the strategic plan including the implementation of a new website, due diligence of a new core processor, and continued member experience enhancements. FMCU management is committed to focusing on serving our membership by running a sound credit union, becoming more efficient, and keeping your information and money secure.

Because of often controversial laws and regulations affecting certain financial institutions, their services, and impacting the delivery of those services along with restrictions on fees and charges, and other regulatory compliance issues, the cost of doing business and maintaining compliance is expensive. While we must bear the cost of regulatory changes and compliance, members may be inconvenienced by the changes we have to make to some products and services we offer. While we expect more regulations that may cause disruption of a member service, your Credit Union staff is dedicated to working diligently to make them as transparent to you as possible. The Alabama Credit Union Administration (ACUA) and National Credit Union Administration (NCUA) examines our credit union regularly and rates us with respect to capital adequacy, asset quality, management, earnings and liquidity/asset-liability management.

We would like to extend our appreciation to you for your continued support and trust. As we strive to provide competitive products and services to our members and the community, FMCU recognizes that our best marketing tool is you. Speaking on behalf of the Board, our management team and our outstanding staff, we are honored to have the privilege of serving our membership.

Respectfully submitted, Joseph Roberson, Chairman, & Douglas Deese, President

SUPERVISORY COMMITTEE REPORT

The Supervisory Committee has two primary responsibilities: to ensure that the financial statements accurately and fairly present the financial condition of our credit union; and to ensure that management practices and procedures safeguard the assets of our members. Supervisory Committee members coordinate the annual independent audit as well as periodic regulatory audits.

The Supervisory Committee engaged Pearce, Bevill, Leesburg, Moore, PC to perform the annual audit for the year 2019. The audit was performed in accordance with the requirements of the National Credit Union Administration (NCUA), the federal regulatory agency, as well as the rules of the Alabama Credit Union Administration (ACUA).

The results of the annual audit by PBLM found that: (i) internal controls were established and effectively maintained to achieve the credit union's financial reporting objectives; (ii) the credit union's accounting records and financial reports were promptly prepared and accurately reflected the operations and results; and (iii) relevant plans, policies and procedures established by the board of directors were properly administered. Opinion was rendered that all financial statements present fairly and all material respects.

In addition to coordinating the annual independent audit, the Supervisory Committee plays an integral role in responding to the ACUA and NCUA's examinations. ACUA and NCUA's examinations focus on the safety and soundness of the credit union's operations and its financial stability.

Respectfully submitted, Robert Daffron, Chairman



TREASURER'S REPORT

	12/31/2019	12/31/2018	12/31/2017	12/31/2016	12/31/2015	12/31/2014	12/31/2013
	Amount						
ASSETS:							
Cash & Equivalents	58,663,294	14,411,392	12,287,655	28,054,616	26,703,550	22,935,234	31,892,340
Investments	33,471,088	74,605,591	92,410,712	86,586,712	80,835,167	81,250,596	74,494,289
Member Loans (Net of ALLL)	100,617,695	117,789,808	106,215,491	97,626,595	95,048,234	89,759,701	80,271,564
Fixed Assets	10,051,109	10,259,161	10,101,284	5,948,698	5,432,898	4,740,103	4,752,332
Other Assets	9,794,617	13,670,959	10,712,639	10,493,106	6,328,399	6,548,958	6,754,757
Total Assets	212,597,803	230,736,911	231,727,781	228,709,727	214,348,248	205,234,592	198,165,282

**These financial statements were internally prepared*

LIABILITIES & CAPITAL:							
Other Liabilities	711,876	868,966	961,328	908,020	928,977	805,362	796,453
Member Shares	181,468,105	198,405,642	199,186,497	198,003,935	185,112,166	177,855,720	172,125,400
Total Liabilities	182,179,981	199,274,608	200,147,825	198,911,955	186,041,143	178,661,082	172,921,853
Regular Reserve	2,016,965	2,016,965	2,016,965	2,016,965	2,016,965	1,866,194	1,866,194
Other Reserves	-1,117,359	-866,366	2,521	0	0	24,707,316	23,377,235
Undivided Earnings	29,518,216	30,311,704	29,560,470	27,780,807	26,290,140	0	0
Total Equity	30,417,822	31,462,303	31,579,956	29,797,772	28,307,105	26,573,510	25,243,429
Total Liabilities & Capital	212,597,803	230,736,911	231,727,781	228,709,727	214,348,248	205,234,592	198,165,282

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Fort McClellan Credit Union Annual Meeting Minutes

66th Annual Meeting of the Fort McClellan Credit Union April 23, 2019 Anniston City Meeting Center Anniston, AL

1. Registration, social and hors d'oeuvres were provided for the members.
2. The meeting was called to order at 1830 hours by Joseph Roberson, Chairman of the Board. A welcome was extended to all members present and special guests. Members of the Board and Supervisory Committee were introduced. Mr. Roberson announced this being the 66th Annual Membership Meeting of the Credit Union.
3. Roll Call was taken to ascertain that a quorum was present.
4. An invocation was given by Mr. John Cassell.
5. Mr. Roberson asked the Secretary for a reading of the minutes of last years Annual Meeting. Board Secretary, Mr. Penn Wilson, stated that the minutes were printed in the information package given to each member. A motion was made to dispense of the reading of the minutes, to approve the minutes as printed. The motion was seconded and carried.
6. Mr. Roberson presented the Board of Directors Report, calling attention to it in the information package. He thanked all in attendance for coming to the meeting. Mr. Roberson announced the longevity of the Board and recognized previous leadership and current leadership. Mr. Roberson recognized the growth and strength of the Credit Union over the past 66 years. Mr. Roberson wanted to add to what was already printed in his report. Fort McClellan Credit Union has continued to be recognized quarterly with 5-star superior ratings by Bauer Financial, Inc of Coral Gables FL. In these tough economic times, the credit union continues to make appropriate efforts to move in the right direction to meet the needs of our members. The Credit Union's Golden Springs Branch is open. If you haven't gotten a chance to stop by, please do.
7. Mr. Bob Daffron presented the Supervisory Committee Report. He referred to the Report from the Supervisory Committee contained within the information package. In addition to his report he added that the Credit Union had a successful year; recording positive numbers for asset growth, capital contributions, increase in credit union members, member deposits, total loans and net income. Your Supervisory Committee is responsible for monitoring the actions of the Board or Directors, Management and Staff. Your Supervisory Committee responded in a timely fashion in its responsibility in making and or causing to be made the Annual audit and responding to any inquiries made by members pertaining to their accounts or procedures involving their accounts. Based on recent committee audits and examinations performed by the Alabama Credit Union Administration, it is the opinion of your Supervisory Committee that Fort McClellan Credit Union is well managed, and the Board of Directors and management have carried out its duties according to all rules and regulations. We are further of the opinion that the Board of Directors and management have shown a sincere regard to protect member interests.
8. Mr. Ford extended a welcome to guests and members. Mr. Ford extended a Special Recognition of Volunteers, employees and members that attended.



Fort McClellan Credit Union Annual Meeting Minutes

9. Mr. Ford referred to his official report printed in the information package. In addition, he pointed out that the credit union's year ending Net Worth ratio of 14.02% with 7% or over is considered well capitalized. Fort McClellan Credit Union has not only exceeded the expected threshold of 7% but has also well surpassed others in like size and operational comparison. Mr. Ford recognized all the volunteers and employees for all their support. Mr. Ford thanked the employees for taking care of members. Mr. Ford took the opportunity to offer a special recognition to all the Board Members and Supervisory Committee for their contributions to make this Credit Union healthy and strong. Mr. Ford also discussed the 5 Star Bauer financial rating has been for over 25 years, 113 continuous quarters. Mr. Ford announced it was his pleasure to be completing his five years of being the CEO and looks forward to many more.

10. There was no old business.

11. New business was presented.

a. Kevin Ford and Sandy Talley presented longevity awards to Credit Union employees and Officials, recognizing their years of service at the Credit Union.

April Crews	3-year Award	Kim Baldwin	20-year Award
Tina Russell	5-year Award	Amber Hayes	20-year Award
Richard Patty	20-year Award	Pamela Robertson	20-year Award

b. A Special Recognition gift was presented to Sybil Borden for her 45 years of service on the Board.

c. Sybil Borden gave a report from the Nominating Committee. The Committee consisted of Sybil Borden, John Cassell and Stan Batey. The Committee nominated Herschel Harris, Kim McCarson, Kyle Medders, and Bill Lowe to three-year positions on the Board of Directors. The Committee nominated Robert Daffron and Glenda Spoon onto a two-year position on the Supervisory Committee.

d. Joseph Roberson announced the results of the election per FMCU Bylaws and declared the officials elected by acclamation.

e. Door prizes were given. The prizes consisted of cash awards.

12. Joseph Roberson thanked everyone for attending and adjourned the meeting at 1915 hours.

/s/
Joseph Roberson, Chairman

/s/
Penn Wilson, Secretary