



SAFE Credit Union

Serving the Beaumont Community

1931 – 2013

2002 North 11th Street
Beaumont, Texas 77703

www.safecubmt.org



82nd Annual Meeting
March 26, 2013

*In Remembrance of
James Savoy, Jr. (1948-2013)*



James Savoy, Jr. went from labor to reward on Sunday, February 24, 2013. He retired, after many years, from the U.S. Postal Service. He joined the SAFE Credit Union Supervisory Committee in 2008. He is survived by his wife, Barbara, 2 sons, 3 daughters, 10 sisters, 3 brothers and four grandchildren and a host of nieces, nephews and friends.

Credit Committee Report

A total of 769 loans were made during 2012 for a total dollar amount of \$2,569,067.74. The Credit Committee tries to grant all loan requests, but in some cases a credit rating or being over obligated with other creditors may make it impossible to grant a request.

I appreciate the assistance and cooperation of the entire committee.

Perry Smith
Chairman

Supervisory Committee Report

W. Henry Inabnett, CCUE performed a comprehensive audit for the period ending December, 2012 in accordance with requirements set forth by the Texas Credit Union Laws and Regulations. This audit revealed that all credit union records were in order and the credit union is operating in a sound financial manner.

The purpose of the Supervisory Committee is to monitor inside operations and ensure sound financial controls are in place and followed by all staff. Our goal is to be active in the internal controls and in order to maintain our goal we conduct surprise cash audits and periodic reviews of credit union records.

Doris Jones
Chairperson

Nominating Committee Report

The following names are submitted by the Nominating Committee to serve as Board of Directors for three-year terms:

Incumbent: Virval Holbrook **Incumbent:** Georgine Guillory

Nominations are not accepted from the floor and there being no other nominations, the committee declares these nominees elected by acclamation.

Terry Bennett
Chairperson

Agenda

Registration and Refreshments.....	6:30 – 7:00
Call to Order	Dolores Sennette
Invocation	Terry Bennett
Pledge of Allegiance	Deborah Scroggins
Ascertain Quorum	Virval Holbrook
Reading of Minutes.....	Bobby Mock
Reports:	
Chairperson	Dolores Sennette
President	Margaret Adams
Treasurer	Margaret Adams
Credit Committee	Gaynell Minkins
Supervisory Committee.....	Doris Jones
Unfinished Business.....	Leroy Henry
New Business.....	Georgine Guillory
Nominating Committee Report	Terry Bennett
Drawing for Door Prizes	Credit Union Staff

Mission Statement

We pledge to provide financial services to meet the needs of all members of SAFE Credit Union. To fairly represent both the depositors and borrowers of the credit union, by balancing a safe and reasonable return on an investor's deposits with the borrower's needs for competitive interest rates; while practicing thrift to ensure operating in a sound financial manner.

Adopted September 22, 1998

Minutes of the 81st Annual Meeting

The 81st Annual Meeting of SAFE Credit Union was called to order by Chairperson, Leroy Henry at 7:05 pm on March 20, 2012 at SAFE Credit Union's upstairs meeting room located at 2002 N. 11th St., Beaumont, Texas.

Terry Bennett gave the invocation.
Ms. Deborah Scroggins led the Pledge of Allegiance.

It was ascertained that a quorum was present by Board Member, Virval Holbrook. There were 48 members and 04 guests present.

The minutes were presented by Bobby Mock. A motion was made by Ms. Kathy Weathington and seconded Mr. John Adams to approve the minutes of the 80th annual meeting as printed. The vote to approve was unanimous.

Reports were given by the following:

Leroy Henry, the Board Chairperson
Margaret Adams, President and Treasurer
Molly Handy for Perry Smith, Credit Committee Chairman, in his absence
Bobby Mock for Doris Jones, Audit Committee Chairperson, in her absence

There was no Unfinished Business.
There was no New Business.

A plaque was presented to Barbara Weathington to honor her years of dedication and service on the Board of Directors and Credit Committee. Ms. Weathington resigned because of health problems.

Nominating Committee Chairman, Terry Bennett declared the following named persons elected by acclamation to serve two year terms on the Board of Directors for SAFE Credit Union:

Leroy Henry-Incumbent Dolores Sennette-Incumbent Deborah Scroggins-Incumbent

There were no other nominations so the Board declared the incumbents re-elected.

Ms. Adams and Ms. Handy conducted the drawing for door prizes.

Mr. Henry thanked the members for attending. The meeting adjourned at 7:30 p.m.

Leroy Henry, Chairperson

Bobby Mock, Secretary

OPERATING INCOME:

Interest on Loans	\$ 360,382.42
Income on Investments	39,053.62
Other Income	292,584.94

TOTAL OPERATING INCOME

\$692,020.98

OPERATING EXPENSES:

Employee Compensation & Benefits	\$ 343,518.47
Travel & Conference	6,514.15
Association Dues	6,836.57
Office Occupancy	55,280.89
Office Operations	92,615.43
Education & Promotion	36,532.81
Loan Servicing	9,872.85
Professional/Outside Service	153,431.05
Loan Loss Provision	38,126.21
Share Draft Loss Provision	(2,835.11)
Regulatory Assessment	9,021.67
Supervision Fees	4,026.00
Annual Meeting	2,309.78
Fraud	3,334.80
Miscellaneous Operating	<u>10,020.61</u>
Total Operating Expenses	\$ 768,606.18

Dividends/Interest:

Dividends on Shares	\$ 14,717.81
Interest on Deposits	<u>10,432.41</u>
Total Div/Int. on Shares//Deposits	\$ 25,150.22

Total Other Non-Operating Income

7,079.56

NET INCOME (or Loss)

(\$94,655.86)

Financial Report for December 31, 2012

Assets:

Personal Loans	\$4,787,092.42
Open Loan Loans	304,023.94
Real Estate Loans	49,880.83
MasterCard Loans	159,222.13
Less: Allowance For Loan Loss	<u>(25,691.93)</u>
Net Total Loans	\$5,274,527.39

Cash	246,111.29
Investments	5,297,312.55
NCUSIF	92,346.56
Prepaid Expenses	32,007.45
Building	363,392.34
Land	66,900.00
Furniture & Fixtures	22,448.08
Accrued Interest	22,633.07
Other Assets	2,380.00

TOTAL ASSETS **\$11,420,058.73**

LIABILITIES & Equity:

Liabilities:

Accounts & Drafts Payable	55,550.45
Accrued Interest	4,934.86
Other Accrued Expenses	23,172.94
Data Processing Payable	<u>2,252.94</u>
Total Liabilities	\$ 85,911.19

Equity:

Shares	\$6,494,340.10
Certificates of Deposit	1,818,304.06
Share Drafts	1,625,382.75
Regular Reserves	390,559.81
Undivided Earnings	<u>\$1,005,520.82</u>
Total Equity	\$11,334,147.54

TOTAL LIABILITIES & EQUITY **\$11,420,058.73**

Directors

(Term of office expiring)

Dolores Sennette (2015), Chairperson
 Terry Bennett(2014),Vice-Chairman
 Bobby Mock (2014), Secretary
 Deborah Scroggins (2012)
 Virval Holbrook (2013)
 Leroy Henry (2015)
 Georgine Guillory (2013)

Credit Committee

Perry Smith, Chairman
 Gaynell Minkins, Secretary
 Gwendolyn Ambres
 Margaret Adams (Alternate)
 Molly Handy (Alternate)

Nominating Committee

Leroy Henry, Chairman
 Terry Bennett

Supervisory Committee

Doris Jones, Chairperson
 Gaylene Gaspard
 Pervis Brooks

Staff

Margaret Adams, President/CEO
 Lauren Butler, Bookkeeper
 Jennifer Kirkmon, Teller
 Romona Derouen, Loan Officer

Molly Handy, Vice-President
 Bridgette Credit,
 Member Serv/Teller Supv

Chairman's Report

Welcome to your 82nd Annual meeting!

My name is Dolores Sennette. As Chairman of SAFE Credit Union, it is my honor and privilege to offer a report from your Board of Directors.

Serving on the board is incredibly rewarding. As you know, your Board of Directors is completely voluntary. Each one of us is a member of SAFE Credit Union. We have our savings here. We have loans here. We have a vested interest in making sure OUR financial institution operates smoothly, adheres to high ethical and fiduciary standards and stays true to the "people helping people" philosophy that is the core of the credit union movement.

Your credit union's staff and directors collaborate regularly to plan, implement and measure the success of products and services to meet your needs.

SAFE Credit Union's Board of Directors has worked tirelessly over the past year because we *understand the importance of our commitment to you and your families and we will not let you down*. We will continue to educate the community, our families, friends, colleagues and neighbors on the importance of membership in not-for-profit credit unions.

I would like to recognize Margaret Adams, our dedicated CEO. Please join me in thanking her and her entire team for all their work in taking care of our resources. The staff and directors are determined to make SAFE Credit Union an even more successful Credit Union in 2013 and with your joint commitment, I know we can do it.

I thank you for your participation in your credit union's annual meeting.

Sincerely,
*Dolores Sennette, Chairman
Board of Directors*

President's Report

Good Evening, I would like to join our Board of Directors and thank you for attending the 2013 Annual Meeting of SAFE Credit Union.

People have started to notice the difference between big banks and credit unions. As a result, the number of people "catching on" to the credit union difference has soared over the past year. More of you and your friends are thinking of the credit union **first** when you need loans or checking accounts. Like other Credit Unions across the country, I can proudly say that we also grew \$10.4 million to \$11.4 million during 2012.

For our part in the National Credit Union effort, SAFE has focused our efforts in the community toward increasing financial literacy efforts by supporting local scholarship benefit drives, donating school supplies at an area wide children's expo and donating funds and food to our Local Food Bank.

Of course, none of this would have been possible without your continued trust in us. In 2012, we also focused a lot of energy on providing you with the best quality of service, such as: Our newer, friendlier website- "It's me 247" ; and our new surcharge fee ATM network that gave you access to ATM's located in many other credit union locations throughout the area.

I'd like to take a moment to thank the remarkable staff of SAFE Credit Union. They have put in a lot of time, brain power and energy into making tonight possible.

Margaret Adams
President/CEO