
A Tradition of Service



80th Annual Meeting

March 22, 2011

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Program

Registration and Refreshments.....6:30 – 7:00

Call to Order..... Leroy Henry

Invocation..... Terry Bennett

Pledge of Allegiance..... Deborah Scroggins

Ascertain Quorum.....Virval Holbrook

Reading of Minutes..... Bobby Mock

Reports:

Chairperson..... Leroy Henry

President.....Margaret Adams

Treasurer.....Margaret Adams

Credit Committee.....Gaynell Minkins

Supervisory Committee.....Doris Jones

Special Presentation..... Leroy Henry

Unfinished Business..... Dolores Sennette

New Business.....Georgine Guillory

Nominating Committee Report..... Georgine Guillory

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

History

On April 10, 1931 Southeast Affiliated Federal Employees Credit Union was chartered. We are one of the oldest credit unions in Beaumont, Texas. Originally, the credit union was chartered under the name of Beaumont Postal and filed for and received authorization from the Credit Union Department of Texas for name changes on August 24, 1977 to Southeast Affiliated Federal Employees Credit Union and on July 08, 2002 to SAFE Credit Union to expand and to include a community charter to include persons who live, work, or go to school in Beaumont.

In the beginning, the credit union operated from one cash box on the third floor of the Federal Building in downtown Beaumont. Later, they moved to a larger office in the basement of the Federal Building. In 1983 the credit union purchased land and built its first building located at 3350 Eastex Freeway. Needing additional space, the credit union relocated to its present location in July of 1998 to 2002 North 11th Street.

A variety of financial services is offered to our members, including share draft accounts, direct deposit, payroll deduction, certificates of deposit, Christmas club accounts, Credit Cards, gift cards, money orders, notary service, various types of consumer loans, credit life insurance, disability insurance, and up to \$250,000 NCUA Share Insurance. Unlike many other financial institutions in our area, the Credit Union is member owned which is demonstrated by the motto, "NOT FOR PROFIT, NOR FOR CHARITY, BUT FOR SERVICE." In 2001, the Credit Union charter was changed to a community charter to include persons who live, work, or go to school in Beaumont Texas.

Minutes of the 79th Annual Meeting

The meeting was called to order by Chairperson, Georgine Guillory at 7:00 pm on March 16, 2010 at SAFE Credit Union's upstairs meeting room located at 2002 N. 11th St., Beaumont, Texas.

Terry Bennett gave the invocation.

Ms. Dolores Sennette led the Pledge of Allegiance.

It was ascertained that a quorum was present by Board Member, Barbara Weathington. There were 64 members and 02 guests present.

The minutes were presented by Leroy Henry. A motion was made by Mr. John Adams and seconded Mr. Terry Bennett to approve the minutes of the 78th annual meeting as printed. The vote was unanimous.

Mr. Terry Bennett remembered Velva Vienot, a former employee and long time Credit Committee member that passed away recently by lighting a candle and asking the audience to observe a moment of silence on her behalf.

Reports were given by the following:

Georgine Guillory, the Board Chairperson
Margaret Adams, President and Treasurer
Gaynell Minkins for Perry Smith, Credit Committee Chairman, in his absence
Doris Jones, Audit Committee Chairperson

There was no Unfinished Business.

New Business:

- Two plaques were presented to the staff for years employed. Molly Handy was awarded for 25 years of employment. Also, Lauren Butler was awarded for 5 years of employment. Lauren was not able to attend the meeting due to the death of her father.

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

Georgine Guillory-Incumbent
Virval Holbrook-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.

Ms. Guillory thanked the members for attending.

The meeting adjourned at 7:50 p.m.

Georgine Guillory, Chairperson

Leroy Henry, Secretary

Directors

Leroy Henry (2012), Chairman

Terry Bennett(2011), Vice
Chairman

Bobby Mock (2011), Secretary
Deborah Scroggins (2012)

Virval Holbrook (2012)

Dolores Sennette (2013)

Georgine Guillory (2012)

Credit Committee

Perry Smith, Chairman

Gaynell Minkins, Secretary

Gwendolyn Ambres

Margaret Adams (Alternate)

Molly Handy (Alternate)

Nominating Committee

Georgine Guillory, Chairman
Leroy Henry
Dolores Sennette

Supervisory Committee

Doris Jones, Chairperson
Gaylene Gaspard
James Savoy
Pervis Brooks

Staff

Margaret Adams, President/CEO
Lauren Butler, Bookkeeper
Bridgette Credit, Teller Supervisor
Glenda Key, Teller

Molly Handy, Vice-President
Romona Derouen, Loan Officer
Jennifer Kirkmon, Loan Officer

Chairman's Report

My name is Leroy Henry and I am honored to serve as Chairman of Board Directors of SAFE Credit Union.

Welcome to your 80th Annual meeting!

Like you, I am truly looking forward to the promise of 2011 and the hope that this year brings. We've seen the fallout from the recent economic upheaval and we've watched our friends and neighbors struggle. Things this year have been difficult but we've also seen small signs of potential growth and the tremendous value of hope.

The credit union is a powerful enterprise because we put people before profit. Our driving principle has always been "people helping people" and we work very hard to see our members succeed.

As all of you know, at this institution you are not a faceless number. Oh, no. You are all owners of SAFE Credit Union. Your account balance doesn't dictate the level of your power. Every shareholder of our institution drives the decisions and the operations and I, along with my fellow board members serve at your pleasure.

We appreciate and honor your hopes and dreams and we want you and your families to see your money work for you.

We do our best to be your primary financial service provider.

Your Board of Directors is made up of volunteers who want you and our local community to succeed. We are a non-profit entity so any profits earned are always returned back to you, the member, in the form of lower interest rates, savings dividends, or other additional services.

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.

I would like to take a moment to recognize Margaret Adams, our able and talented CEO. She has pledged her unwavering commitment to you and your financial goals.

She, along with the rest of your devoted board of directors and staff is determined to make SAFE Credit Union an even more successful enterprise in 2011 and with your joint commitment; I know we can do it.

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

Sincerely,

Leroy Henry, Chairman

Board of Directors

President's Report

I also welcome you to the 80th Annual meeting of your credit union.

Without question, 2010 presented us with some unique challenges. An unstable economy put fiscal distress on governments and industries across the nation. Fortunately, the credit union movement was not impacted as negatively as other industries.

In fact, when other financial institutions struggled to maintain positive capital adequacy – the benchmark is 7percent, more than 94 percent of Texas credit unions closed 2010 with a net worth greater than 7 percent. Actually, the overall net worth of your credit union is 15% – well above industry standard.

What does this mean to you? It means your credit union is operating in a safe and sound manner. It means when Banks are pulling back on making loans, SAFE Credit Union continues to make solid loans to you, our members. We are truly “people helping people,” reaching out to you, our members with a true desire to improve our community.

Please allow me to highlight some of the milestones:

- We introduced a new loan product to provide an alternative to payday lenders
- We are working hard to implement a Bill pay service many of you have asked for that will be coming in mid May
- Many of you have helped us contribute to charities such as: the Food Banks' Thanksgiving Food Drive and the March of Dimes Walk-a-Thon

When you walk through the doors of SAFE Credit Union, you aren't just a customer. You are part of our credit union family, and we are committed to serving your financial needs.

I take very seriously the trust you have put in me to lead this institution. I assure you that we, the staff and directors, are guiding the Credit Union with integrity and a heartfelt commitment to you – the member. Thank you so much for your time this evening. We greatly appreciate your interest in the future of your credit union. And look forward to serving you and your family for many years to come.

The annual statement of our financial condition is on the following pages for your review and again thank you for supporting your Credit Union.

Margaret Adams
President/CEO

Treasurer's Report

12/31/2010

Assets:

Loans:

Personal Loans	\$	5,008,747.27
Open End Loans	\$	213,556.79
Real Estate Loans	\$	52,291.83
Mastercard Loans	\$	170,820.56
Total Loans	\$	5,445,716.45
Less: Allowance For Loan Loss	\$	(36,374.84)
Net Total Loans	\$	5,409,341.61

Accounts Receivables	\$	631.27
Cash	\$	355,071.42
Investments	\$	3,873,061.48
NCUSIF	\$	83,234.77
Prepaid and Deferred Expenses	\$	67,807.04

Fixed Assets (net):

Building	\$	293,792.15
Land	\$	66,900.00
Land Building #2	\$	87,120.00
Furniture and Fixtures	\$	40,376.09
Total Fixed Assets	\$	488,188.24

Accrued Interest:

Accrued Interest Loans	\$	13,774.51
Accrued Int. Investments	\$	1,958.21
Total Accrued Interest	\$	15,732.72

Total Assets

\$ 10,293,068.55

Liabilities:

Accounts & Drafts Payable	\$	40,215.77
Notes Payable	\$	-
Accrued Interest	\$	13,496.40
Other Accrued Expenses	\$	32,623.98
DP Exceptions	\$	(265,711.77)

Equity:

Shares	\$	5,465,797.55
Certificates of Deposit	\$	1,988,332.66
Share Drafts	\$	1,408,543.42
Regular Reserves	\$	390,599.81
Undivided Earnings	\$	1,219,170.73

Total Equity

\$ 10,472,444.17

Total Liability & Equity

\$ 10,293,068.55

Credit Committee Report

A total of 405 loans were made during 2010 for a total dollar amount of \$1,831,226.62. 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.

While millions of Americans are facing financial hardships, the low number of loan delinquencies, net charge-offs and member bankruptcies are an indication that credit union members are doing an exceptional job of taking control of their personal finances.

I appreciate the assistance and cooperation of the entire committee.

Gwendolyn Ambres
Perry Smith

Gaynell Minkins
Molly Handy (Alternate)
Margaret Adams (Alternate)

Perry Smith
Chairman

Supervisory Committee Report

SAFE Credit Union is continuing to operate in a sound financial manner. It is the goal and duty of the Supervisory Committee to monitor operations of the Credit Union, to ensure the continuance of safe and sound practices.

W. Henry Inabnett, CCUE and the Credit Union Department of the State of Texas performed comprehensive audits for the period ending December, 2010 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: Bobby Mock

Incumbent: Terry Bennett

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

Georgine Guillory
Chairperson

SRAE **Credit Union**

*Serving the Beaumont
Community
1931 – 2011*

**2002 North 11th Street
Beaumont, Texas 77703**

