
Moving Forward
TOGETHER



SAFE CREDIT UNION
79th Annual Meeting
March 16, 2010

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Program

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

Call to Order..... Georgine Guillory

Invocation..... Terry Bennett

Pledge of Allegiance..... Dolores Sennette

Ascertain Quorum.....Barbara Weathington

Reading of Minutes..... Leroy Henry

Reports:

Chairperson..... Georgine Guillory

President.....Margaret Adams

Treasurer.....Margaret Adams

Credit Committee.....Gaynell Minkins

Supervisory Committee.....Doris Jones

Unfinished Business..... Virval Holbrook

New Business.....Bobby Mock

Nominating Committee Report..... Barbara Weathington

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 78th Annual Meeting

The meeting was called to order by Vice Chairperson, Terry Bennett at 7:00 pm on March 24, 2009 at Broussard's Meeting and Special Events Center located at 1775 Calder Avenue, 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 53 members and 09 guests present.

Board Vice Chairperson, Terry Bennett introduced the staff and Board Members.

The minutes were presented by Leroy Henry. A motion was made by Mr. Gilbert Garza and seconded Mr. Albert Darby to approve the minutes of the 77th annual meeting as printed. The vote was unanimous.

Reports were given by the following:

Terry Bennett, for the Board Chairperson, in her absence

Margaret Adams, President and Treasurer

Terry Bennett, for Perry Smith, Credit Committee Chairman, in his absence

Terry Bennett, for Doris Jones, Audit Committee Chairperson in her absence

A motion was made by Mr. Gilbert Garza and seconded Mr. Herman Compton to approve the Committee reports. The vote was unanimous.

There was no Unfinished Business.

There was no New Business.

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

Barbara Weathington

Dolores Sennette

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. Bennett thanked the members for attending.

The meeting adjourned at 7:35 p.m.

Terry Bennett, Vice-Chairperson

Leroy Henry, Secretary

Directors

Georgine Guillory (2009), Chairman

Terry Bennett(2011), Vice Chairman

Leroy Henry (2012), Secretary

Barbara Weathington (2012)

Bobby Mock (2011)

Virval Holbrook (2009)

Dolores Sennette (2013)

Credit Committee

Perry Smith, Chairman

Gaynell Minkins, Secretary

Velda Vienot

Barbara Weathington

Margaret Adams (Alternate)

Molly Handy (Alternate)

Nominating Committee

Terry Bennett, Chairman

Bobby Mock

Virval Holbrook

Supervisory Committee

Doris Jones, Chairperson

Gaylene Gaspard

James Savoy

Pervis Brooks

Staff

Margaret Adams, President/CEO

Lauren Butler, Bookkeeper

Bridgette Credit, Teller Supervisor

Elizabeth Willmore, Teller

Molly Handy, Vice-President

Romona Derouen, Loan Officer

Jennifer Kirkmon, Loan Officer

Glenda Key, Teller

From the Office

Board Chairman Georgine Guillory

As Chairman of our credit union, I thank you - and applaud you- for exercising your rights and privileges as an owner/member of this credit union. This is your credit union and participation in this year's annual meeting lets us know that you sincerely care about the direction your credit union is heading.

Having served as Board Chairman, I can assure you that your credit union is headed in the right direction under the leadership of your President and CEO, Margaret Adams.

Americans everywhere are wondering when their lives will return to "normal". That I cannot answer. But what I can say with absolute confidence is that during these difficult and uncertain economic times, your credit union is here and will continue to be here for you and your family.

I would only hope for your continued trusts in our credit union. The years of our experience staff include our CEO Margaret with total years of service of 18 years, Lauren 5 years, Jennifer 7 years, and Mollie 25 years. Our Board also has worked diligently and aggressively on improving services to accommodate the changing economic times our members are experiencing.

We are always mindful that members are first!

Have a good evening and remember I asked all of you to refer 5 new members.

Well I send it out to you again. Remember membership is the backbone of the credit union.

The continued success of your credit union, and the entire credit union movement, depends on each and every one of us working together for a common goal and to strengthen the credit union so that we remain strong and viable well into the future.

Sincerely,

Georgine Guillory

President's Report

Good evening, Ladies and Gentlemen, I welcome you to the Annual Meeting of SAFE Credit Union. As your President/CEO it has been my distinct pleasure to have served you for another year.

Our credit union remains strong although many banks have failed in today's turbulent economy. Believe me when I say, I do not take lightly my responsibility to keep your hard earned money and your identities safe. I assure you that each and every staff member and credit union volunteer are committed to helping you and your families achieve your financial goals.

Improvements in 2009 were guided by repairs to the damage caused by Hurricane Ike. In addition to the building being painted inside and out, the credit union now has a very popular new ATM machine for your use 24 hours a day.

A great deal of legislation has been enacted recently. Some items are: 1) your deposits are insured by the full faith and credit of the U S government for up to \$250,000; 2) your credit union credit card became very desirable when banks raised their rates and increased their fees in anticipation of the Credit Card Act. Please take the advice of CNN, CBS and many of the news networks and compare the Credit Union's fixed rate credit card to the variable rate Bank cards in today's market.

We want you to know that we are committed to providing you with exceptional service, competitive rates on your savings and loan products and convenient access to your funds.

Another important piece of legislation that becomes effective this summer is the fact that after July, if you have not signed an agreement, the law will require financial institutions to, among other things, deny any debit card items that require your overdraft to cover the charge. So, if you have a checking account, please see an employee tonight after the drawings to get information regarding this very important new legislation.

Thank you all for taking time out of your busy schedules to attend our 79th Annual Meeting. I applaud you for joining and honoring the credit union philosophy that has made our movement what it is today... A strong, viable and united movement

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

12/31/2009

Assets:

Loans:

Personal Loans	\$	5,220,403.95
Open End Loans	\$	178,655.33
Real Estate Loans	\$	53,585.16
Mastercard Loans	\$	162,218.11
Total Loans	\$	5,614,862.55
Less: Allowance For Loan Loss	\$	(52,675.62)
Net Total Loans	\$	5,562,186.93

Accounts Receivables	\$	3,054.77
Cash	\$	333,403.09
Investments	\$	3,634,308.81
NCUSIF	\$	95,736.90
Prepaid and Deferred Expenses	\$	60,148.87

Fixed Assets (net):

Building	\$	309,360.71
Land	\$	66,900.00
Land Building #2	\$	87,120.00
Furniture and Fixtures	\$	46,260.22
Total Fixed Assets	\$	509,640.93

Accrued Interest:

Accrued Interest Loans	\$	17,905.39
Accrued Int. Investments	\$	6,199.58
Total Accrued Interest	\$	24,104.97

Total Assets

\$ 10,222,585.27

Liabilities:

Accounts & Drafts Payable	\$	88,678.94
Notes Payable	\$	-
Accrued Interest	\$	14,157.03
Other Accrued Expenses	\$	36,117.42
DP Exceptions	\$	3,740.05

Total Liabilities

\$ 142,693.44

Equity:

Shares	\$	5,075,179.64
Certificates of Deposit	\$	1,846,848.26
Share Drafts	\$	1,382,939.14
Regular Reserves	\$	390,599.81
Undivided Earnings	\$	1,384,324.98

Total Equity \$ 10,079,891.83

Total Liability & Equity

\$ 10,222,585.27

INCOME STATEMENT FOR DECEMBER 2009

OPERATING INCOME:	Year to Date
Interest on Loans	\$ 386,572.50
Income on Investments	114,528.95
Other Income	244,592.28
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TOTAL OPERATING INCOME	\$ 745,693.73
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OPERATING EXPENSES:	
Salaries	\$ 276,549.70
Employee Bonus Incentives	\$ 1,680.00
Employee Benefits	96,864.28
Travel & Conference	9,750.11
Association Dues	6,926.24
Office Occupancy	60,566.73
Office Operations	98,949.92
Education & Promotion	25,996.19
Loan Servicing	10,323.32
Professional/Outside Service	116,060.42
Loan Loss Provision	44,807.34
Share Draft Loss Provision	(11,735.76)
Member Insurance	69,683.90
Supervision Fees	3,533.08
Cash Over & Short	(82.31)
Interest on Borrowed Funds	
Annual Meeting	3,299.45
Miscellaneous	6,539.78
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Total Operating Expenses	\$ 819,712.39
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Dividends/Interest:	
Dividends on Shares	42,882.53
Interest on Deposits	62,194.89
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Total Div/Int. on Shares//Deposits	\$ 105,077.42
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Total Other Non-Operating Income/(Loss):	(15,893.79)
NET INCOME (or Loss)	\$ (163,202.29)
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Credit Committee Report

A total of 326 loans were made during 2009 for a total dollar amount of \$2,432,336.95. 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.

Velda Vienot

Barbara Weathington

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, 2009 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: Georgine Guillory

Incumbent: Virval Holbrook

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

Barbara Weathington
Chairperson

SRAE **Credit Union**

*Serving the Beaumont
Community
1931 – 2010*

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

