



2023

ANNUAL MEETING

TUESDAY, APRIL 25, 2023



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LCRA CREDIT UNION

ANNUAL MEETING

April 25, 2023

AGENDA

Pledge of Allegiance:

***I pledge allegiance to the Flag of the United States of America,
and to the Republic for which it stands: one Nation under God, indivisible,
With Liberty and Justice for all.***

- 1. Call to Order by Presiding Officer**
- 2. Chairman's Report and Introduction of Officials and Staff**
- 3. Reading and Approval of the Minutes for the April 26, 2022 Meeting**
- 4. Reports of Officials**
- 5. Nominating Committee Report**
- 6. Questions from the Membership**
- 7. Old Business**
- 8. New Business**
- 9. Adjournment**

LCRA CREDIT UNION

ANNUAL MEETING

April 26, 2022

MINUTES

1. Call to Order by Presiding Officer

The 2022 Annual Meeting of the LCRA Credit Union membership was called to order at 8:33 a.m. on April 26, 2022 by Board Vice-Chair Jonathan Riley. Mr. Riley asked Lauren Sternadel if a quorum was present. Ms. Sternadel informed the membership that 28 members were registered. Mr. Riley declared that a quorum was present. Chairman Dowell Garrison was attending via phone while traveling for business and Vice-Chair Jonathan Riley assumed leadership for the meeting.

2. Chairman's Report and Introduction of Officials and Staff

Mr. Riley addressed the membership, and during his address introduced the members of the Board of Directors and credit union employees. The names of officials and credit union employees are published in the 2022 Annual Report.

3. Reading and Approval of the Minutes for the April 27, 2021 Meeting

Mr. Riley stated that the minutes for the April 27, 2021 Annual Meeting were published in the 2022 Annual Report. A motion was made by Vic Ramirez and seconded by Ken Taylor to dispense with the reading of the minutes and to approve them as published since no corrections were necessary. Motion carried.

4. Reports of Officials

Mr. Riley stated that the reports were published in the Annual Report. A motion was made by Betty Mueller and seconded by Ben Hays to dispense with the reading of the Reports from Officials as they are published in the 2022 Annual Report. Motion carried.

5. Nominating Committee Report

Mr. Riley submitted the names of the nominees chosen by the Nominating Committee for four positions with 2 year terms on the Board of Directors: Ken Taylor, Mark Johnson, Rita Summy and Charlie Chapin. Mr. Riley then asked for nominations from the floor. As there were no nomination from the floor, a motion was made by Mary Beth Nickel and seconded by Vic Ramirez to cease nominations from the floor and accept these names by acclamation. Motion carried.

6. Questions from the Membership - None

7. Old Business - None

8. New Business - None

9. Adjournment

A motion was made by Ken Taylor and seconded by Kallie Bartsch to adjourn at 8:43 a.m. Motion carried.

The Nominating Committee of the LCRA Credit Union submits the following members as nominees to serve on the Credit Union's Board of Directors:

Dowell Garrison (Two Year Term)

Dowell was employed by LCRA for 15 years. He is currently a Sr. Sourcing Manager for WESCO Distribution, where he has been employed for 3 years. Dowell is active in his community and church, while supporting his kids athletic and academic functions with Smithville Independent School District. He is currently on the Site Based Committee for SISD as a Parent Representative and Vice President of the Bastrop County Coastal Conservation Association. Dowell has been an active member of LCRA Credit Union since joining the credit union in 2007, holding the Board Chair position for the last 5 years and 3 months.

Jonathan Riley (Two Year Term)

Jonathan Riley has been with LCRA for 23 years and is a Manager in Construction Management. He is responsible for construction management and inspection of capital projects across many areas of LCRA. He has worked in Water, Generation and Transmission Services in Project Management and Construction Management. His favorite job was being on the dive team providing inspection services at the dams that always seemed to be needed during winter.

Jonathan has been in a supervisory role at LCRA since 2009. He served on his church board for over 10 years and worked as a bank teller before coming to LCRA. Jonathan has been a member of the LCRA Credit Union since the early 2000s. Born and raised in Austin Jonathan resides in north Austin with his wife and three kids.

Vic Ramirez (Two Year Term)

Vic Ramirez has been employed with LCRA for the past twenty-one years, is licensed attorney and provides legal support and advice for LCRA's ordinance and regulatory programs, environmental matters and open government matters, including open records request responses. He also provides legal support for LCRA's retirement plan board of trustees.

Vic was a briefing attorney and court coordinator for 341st State District Court in Webb County which maintained jurisdiction over, both, civil and criminal matters and cases. In September of 1988, Vic began a 12-year career with the State of Texas working at the Texas Water Development Board for 4 years and practicing in the area of local government financing and conservation. In 1992, he started working for the Texas Water Commission (the TWC, soon after, merged with the Air Control Board and portions of the Health Department to form the Texas Natural Resource Conservation Commission), now the Texas Commission on Environmental Quality, where he practiced in the areas of water quality, solid waste and air permitting and enforcement.

Respectfully submitted, 2022

Nominating Committee

Mary Beth Nickel, Chairman

Treasurer's Report

The LCRA Credit Union ended 2022 with 2,355 loyal members. We maintained our financial strength and ended the year with a net worth to total assets ratio of 12.40%, which exceeds the national peer group of same asset size. Assets were \$24,592,346.72, while total loans were \$15,238,123.25.

The Board of Directors represent and serve the members of the LCRA Credit Union by ensuring that account integrity is maintained, confirming that loan policies and procedures are followed in accordance with State and Federal regulations, and serving as Grievance Committee should a problem arise between the credit union and a member.

In addition to performing periodic reviews of accounts and procedures, the Board oversees the annual audit and reviews of the credit union's books and records by an independent auditor and may make recommendations based on any finding of these reviews. For the period ending June 30, 2022, the Board of Directors contracted for the services of Harold Antao and Company, LLC to conduct the annual audit, which once again revealed no major discrepancies or irregularities in the accounts or practices of our credit union. Any recommendations made by the internal auditor have been reviewed and staff has made appropriate changes. Your credit union Board of Directors will endeavor to meet the challenges of maintaining a strong financial institution for you, our members, while providing the personal service you deserve.

Respectfully Submitted,
LCRA Credit Union Management

Balance Sheet for Yearend 2022

LCRA Credit Union

12/31/2022

Monthly Balance Sheet

1	Unsecured Credit Card Loans	613352.93	
2	All Other Unsecured Loans	365191.13	
3	New Vehicle Loans	556326.11	
4	Used Vehicle Loans	1728058.76	
5	Real Estate Loans	1399392.15	
6	Share Secured Loans	54050.15	
7	All Other Loans	1036470.11	
8	Courtesy Pay Advance	371.47	
9	Indirect Loans-New Vehicle	4619340.12	
10	Indirect Loans-Used Vehicle	4865570.32	
11	Total Loans		15238123.25
12	Allowance for Loan and Lease Loss	(45796.65)	
13	Net Loans Outstanding		15192326.60
14	Accounts Receivable		-3277.72
15	Non-Interest Earning Cash		131074.71
16	SWCFCU CMF&Cash Ltr&Performance Tier		291656.51
17	Total Cash & Cash Equivalent		422731.22
18	INVESTMENTS		
19	Deposit In Commercial Banks, S&L's, Savi	8680000.00	
20	Membership Capital At SWCFCU	21,404.00	
21	Total Investments		8701404.00
22	Net Investments		8701404.00
23	OTHER ASSETS		
24	Prepaid & Deferred Expenses		11015.00
25	Furniture, Fixtures & Equipment	158,638.49	
26	Accumulated F.F. & E. Depreciation	(155653.21)	
27	Furniture, Fixtures & Equip (Net)		2985.28
28	Accrued Income		49883.76
29	NCUSIF		215278.58
30	TOTAL ASSETS		24592346.72
31	LIABILITIES AND EQUITY		
32	Accounts Payable	-212449.34	
33	Dividends Payable	0	
34	Unapplied Data Processing Exceptions	10569.03	
35	All Other Liabilities	68719.61	
36	Membership/Regular Shares	15,167,102.36	
37	Checking	5248284.65	
38	Term Certificates	1091562.28	
39	IRA Shares	55299.92	
40	IRA Term Certificates	125676.54	
41	Christmas Club Accounts	40118.54	

42	Courtesy Pay Advance	371.47	
43	TOTAL SHARES		21728415.76
44	TOTAL LIABILITIES	21595255.06	
45	Regular Reserve		629,377.29
46	Undivided Earnings		2348564.22
47	Net Income (from Balance Sheet)		19150.15
48	TOTAL EQUITY		2997091.66
49	TOTAL LIABILITIES AND EQUITY		24592346.72

Income Statement 12/31/2022

	Monthly	Quarterly	
1 Income from Unsecured Credit Card L	3,565.47	12,725.82	55,476.33
2 Income from All Other Unsecured Loa	3,933.03	11,310.82	41,200.51
3 Income from New Vehicle Loans	2,000.65	6,057.19	27,354.82
4 Income from Used Vehicle Loans	7,603.54	21,863.59	83,004.32
5 Income from Real Estate Loans	3,489.64	10,634.85	42,985.60
6 Income from Share Secured Loans	108.06	379.49	2,186.54
7 Income from All Other Loans	4,955.40	14,945.13	63,316.01
8 Income from Indirect Loans-New Vehi	13,952.95	41,970.02	125,661.30
9 Income from Indirect Loans-Used Veh	15,227.97	44,739.49	140,170.98
10 Total Loan Income	54,836.71	164,626.40	581,356.41
11 Net Loan Income	54,836.71	164,626.40	581,356.41
12 Income from SWCFU CMF&Cash Ltr&Per		796.76	1,380.03
13 Income from Deposit In Commercial B	18,779.48	45,044.90	182,217.99
14 Income from Membership Captial At S		161.83	311.64
15 Total Investment Income	18,779.48	46,003.49	183,909.66
16 Total Interest Income	73,616.19	210,629.89	765,266.07
17 INTEREST EXPENSE			
18 Dividends - Membership/Regular Shar	620.43	1,870.81	7,477.32
19 Dividends - Checking	96.97	289.62	1,238.27
20 Dividends - Term Certificates	478.01	1,378.66	4,128.37
21 Dividends - IRA Shares	10.42	30.60	120.72
22 Dividends - IRA Term Certificates	35.68	105.98	466.09
23 Dividends - Christmas Club Accounts	22.98	26.27	119.50
24 Interest On Borrowed Money	28.35	386.94	883.95
25 Total Interest Expense	1,292.84	4,088.88	14,434.22
26 Net Interest Income	72,323.35	206,541.01	750,831.85
27 Provision For Loan Loss Expense	4,440.42	16,940.42	40,061.96
28 Net Interest Income after Provision	67,882.93	189,600.59	710,769.89
29 OPERATING EXPENSES			
30 Salaries	27,691.34	77,275.13	302,905.13
31 Pension	801.25	2,418.05	10,075.44
32 Employee Benefits	1,750.60	5,241.48	24,112.92
33 Association Dues	250.00	750.00	3,043.08
34 Office Occupancy	2,766.21	8,298.63	33,113.95
35 Office Operations	5,788.00	15,043.09	66,554.86
36 Educational		346.95	1,392.06
37 Advertising & Marketing	700.00	2,100.00	8,400.00
38 Loan Servicing	667.25	2,184.45	10,022.82
39 Outside/Professional Services	21,778.81	59,925.42	237,342.93
40 Examination Fees	550.00	1,698.00	5,157.00
41 Cash Over/Short	320.01	320.02	320.11
42 MasterCard Exp.	1,975.31	4,068.64	12,187.38
43 ATM, Shared Ser. Ctr., PowerOnLine,	3,141.15	8,053.88	30,727.77
44 Misc. Operating Exp.		170.54	1,837.31
45 Depreciation Expense-Furniture, Fix	373.15	1,119.45	4,477.80
46 Total Operating Expenses	68,553.08	189,013.73	751,670.56

47	OTHER OPERATING INCOME			
48	Fees & Charges	6,195.13	16,598.58	69,647.23
49	Other Income	71.69	1,964.71	17,741.97
50	Total Other Operating Income	6,266.82	18,563.29	87,389.20
51	Net Income	5,596.67	19,150.15	46,488.53



BOARD OF DIRECTORS

TERM EXPIRES

Dowell Garrison, Chairman	4/2023
Kenneth Taylor	4/2024
Rita Summy	4/2024
Mark Johnson	4/2024
Charles Chapin	4/2024
Jonathan Riley	4/2023
Vic Ramirez	4/2023

STAFF

Tim Lane, Interim President

Bonnie Gray, Sr. Financial Services

Mary Renda Member Services

Ashley Chandler, Member Services

Rafael Palacios, Loan Officer

**This credit union is federally insured by the
National Credit Union Administration**