

# MINUTES OF THE 60TH ANNUAL MEETING OF AUBURN UNIVERSITY CREDIT UNION

1. Board Chairman Tom McCaskey called the 60th Annual Meeting of the Auburn University Credit Union to order at 7:01 p.m. Chairman McCaskey welcomed all credit union members, volunteers, and staff to the annual event.
2. Roger Royal moved to dispense with the minutes of the 2019 annual meeting, as they had been distributed within the annual meeting packet for all to read. The motion was seconded by Henry Armstrong and unanimously approved by the membership.
3. Board Chairman Tom McCaskey presented the Report of the Directors and Investment Report for 2019. McCaskey stated that during 2019, checking accounts grew by 6.5%, which means we gained more active members providing more interchange income with debit card purchases. McCaskey reported that investments totaled \$87.4 million, yielding a return of 2.06% and accounted for 49% of the credit union's assets. McCaskey explained how the increase in loans during 2019 led to the decrease in the investments' percentage of assets. This decrease in investments due to the increase in loans was based on ACUA's and AUCU's interest rate risk tolerance policies. AUCU's interest rate risk exposure is low and well within the limits of the ACUA and AUCU policies and guidelines. Having monthly investment maturities provided adequate liquidity for credit union operations.
4. Treasurer/President Henry Armstrong presented the Annual Report of the President & CEO, which he summarized as follows: Armstrong reported that the year 2019 was a very successful year for the credit union. Our assets ended the year at \$178.5 million, which represented a 0.22% increase in assets. Also in 2019, deposits fell by 0.07%, to \$157 million. Loans grew 3.8% to reach \$73.8 million. This increase was largely due to a 9.48% increase in real estate loans. We continue to work hard to improve our lending numbers and standards. Our equity grew to \$21.9 million or 12.27% of assets. Armstrong explained that all of these figures confirm that AUCU is a safe, sound and growing financial institution. Armstrong stated that because year 2019 was such a successful year, that for the 19th straight year, we were able to pay out bonus dividends and loan interest refunds. In 2019, we were able to pay out a 0.50% share dividend plus a 0.10% bonus share dividend for fourth quarter 2019. Additionally, we were able to pay a 1.00% loan interest refund for all loans in good standing. These two bonuses resulted in an additional return to members of over \$58,000. Charged off loans decreased in 2019, as net charge-offs were only 0.17% of loans. Delinquency also decreased to 0.32%. These are great numbers and now the focus is to increase all areas of lending. Armstrong further explained that we are looking at ways to be more convenient for our members, and many new products and services are being explored. Armstrong thanked the credit union staff, members and volunteers for making 2019 a successful year.

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5. On motion by Haskel Patterson and seconded by Austin Meek, the membership unanimously approved the Year 2019 annual meeting packet.
6. McCaskey presented the Nominating Committee report and announced that Maryanne Douglass, Thomas McCaskey, and Floyd Woods had been nominated for three-year terms on the Board of Directors. On motion by Thomas McCaskey and seconded by Nancy Bernard, the nominees were unanimously elected for their respective terms.
7. Roger Royal drew for the door prize drawings and the following members present at the annual meeting won a \$50 Share Deposit:
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|-----------------|------------------|
| Lisa Royal      | Austin Meek      |
| Mary Balch      | Alisha Daniels   |
| John Lin        | Thomas McCaskey  |
| Sharon Nichols  | Janice Finley    |
| Sharron Dunn    | Haskel Patterson |
| Patricia McNeal | Lara Altindal    |
8. Chairman McCaskey thanked members of the Annual Meeting Committee, members of the Nominating Committee, and all credit union volunteers, members and staff.
9. Chairman McCaskey adjourned the annual meeting at 7:28 p.m.

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Curtis Jolly, Secretary  
Board of Directors

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Thomas A. McCaskey, Chairman  
Board of Directors