

# BOARD OF DIRECTORS

<u>Name</u>	<u>Title</u>	<u>Term Exp</u>
Chris Cooke	Chair	3/2012
Cleve Weyenberg, Jr	Vice Chair	3/2011
Lonnie Watson	Secretary	3/2013
Greg Wilmore	Treasurer	3/2011
Greg Harmon	Member	3/2013
Cecil May	Member	3/2011
David Price	Member	3/2013
Bill Rice	Member	3/2012
Karen Thompson	Member	3/2012

# CREDIT UNION STAFF

Paul Elkins	President/CEO
Teresa Leck	VP/Member Services
Dan Miles	VP/Lending
Roxanne Thomas	Admin Asst/IT Manager
Kayla Aguirre	Teller
Juana Anderson	Member Services
Marieliz Aparicio	Member Services
Barbara Borland	Member Services
Marci Carrell	Teller
Cindy Hall	Marketing
Nancy Hargrave	Collections
Will Head	Lending
Tammy Hutto	Member Services
Marilyn Mitchell	Branch Manager
Brenda Opela	Lending
Amber Owens	Teller Supervisor
Leah Simmons	Teller
Michelle Stephenson	Accounting
Jean Taylor	Teller
Jackie Whitehead	Teller



## MINUTES OF THE ANNUAL MEETING March 26, 2009

**Call Meeting to Order** - The 2009 Annual Meeting of Members Credit Union was held on Thursday, March 26, 2009 at 6pm at the Senior Citizen Center in Cleburne, Texas. Mr. Chris Cooke called the meeting to order; Mr. Lonnie Watson gave the invocation. A quorum was present; a total of 102 members attended the meeting.

**Minutes of 2008;** Annual Membership Meeting - A motion was made and seconded to accept the 2008 Annual Membership Meeting Minutes. Motion carried unanimously.

**Chairman's Report** - Mr. Chris Cooke introduced the board of Directors. Mr. Cooke went over the Chairman's Report.

**President's Report** - Mr. Paul Elkins, President/CEO, introduced the staff and their positions at MCU.

**Treasurer's Report** - Mr. Wilmore went over the Treasurer's Report.

**Unfinished Business** - Mr. Elkins asked if there was any unfinished business, there was none.

**New Business** - Mr. Elkins asked if there was any new business, there was none.

**Nominating Committee Report** - Mr. Elkins summarized the qualifications of all nominees.

**Election of Officials** - The incumbent & returning Board Members that were up for election were: Chris Cooke, Glenn Salmonsens, Bill Rice & Cecil May were elected to the Board of Directors by general consensus of the membership as according to the Credit Union bylaws.

**Door Prizes** - Mr. Elkins held a drawing for various door prizes for Members, Staff & Board:

**\$25 Visa Gift Cards**  
Steve Chambliss, Barbara Borland, Sarah Elkins, Monroe Schneider

**\$25 Red Lobster/Chili's/Applebees/Salt Grass Steakhouse Gift Cards**  
Cristin Head, Kathryn McCravey, Gene Gants, Darla Adams

**\$50 Visa Gift Cards**  
Arden Lockett, Dorothy Thetford, Charlie Hall, Sheila Collier

**\$50 Golfsmith/JCPenney/Bass Pro Shops/Lowes Gift Cards**  
Francie Young, Judy Johnson, Vickie McCready, Rachael Geesaman

**Ipod Shuffle MP3 Player**  
Lillie Gants

**\$75 Visa Gift Cards**  
Marci Carrell, Jerry Adams, Cecil May, W M Thetford

**Kodak Easy Share Digital Camera**  
Janice Bingham

**\$100 Visa Gift Cards**  
Danny Helms, Cleve Weyenberg, Jr., Una Lockett, Bill Rice

**Outdoor Fire Pit**  
Giles Adams

**Uniflame 5 Burner Gas Grill**  
Ashley Waits

**Magnovox Blue Ray DVD Disc Player**  
Thomas Butler

**Bistro Table & Chair Set**  
Vickie Bingham

**\$250 Visa Gift Cards**  
Marieliz Aparicio, Rick Taylor

**Nintendo Wii Game System**  
Veronica Ronquillo

**Emerson 32" LCD HD TV**  
Kay Livingston

**\$500 Visa Gift Card**  
Marilyn Mitchell

**Dell Laptop Computer**  
Brenda Sendgraff

**Adjournment** - Meeting was adjourned at 7pm

# Members Credit Union

# 2009 Annual Report

## Main Facility

827 N Main St  
Cleburne, TX 76033

## Branch Facilities

1500 W Henderson St  
Cleburne, TX 76033

1024 SW Alsbury Blvd  
Burleson, TX 76028

## Contact Information

Phone: 817-641-4031  
Tollfree: 866-511-4011  
Facsimile: 817-645-0279

[www.memberscreditunion.com](http://www.memberscreditunion.com)



**MEMBERS  
CREDIT UNION**  
realtime banking

# MEMBERS CREDIT UNION 2009 ANNUAL REPORT

We want to welcome each of you to this year's 56<sup>th</sup> Annual Meeting. We want to thank each of you for your confidence in Members Credit Union and to congratulate you for standing strong and resilient, as together we work through the most turbulent economic times since the 1930's.

Remember back to September 2008. As the first rumblings of concern about Lehman Brothers, a well-respected Wall Street giant, began to surface, many of us dismissed this as something concerning "other folks or companies." Only later, did we realize the domino effect this would have on our entire financial system. That event triggered unprecedented bank failures, fraudulent schemes, blatant greed, government bailouts, and high-level corporate corruption. This past year has been a rough journey but recent trends show some slight improvements in the employment and housing sectors of our economy. Most economists see this as an optimistic sign of hope on the horizon.

In Texas, the numbers speak for themselves. Membership in credit unions resulted in increases in both growth and savings rates in 2009. Additionally, a staggering 84% of credit unions around the state saw an increase in their assets this past year. Texas appears to have been one of the last states to be impacted, and early signs show that Texas may be one of the first states to recover.

At Members Credit Union, we have also experienced positive growth trends in all areas of operations.

- Assets have increased by more than \$10 million dollars approaching the \$50 million mark.
- Share Deposits have increased more than \$9 million dollars to over \$46 million.
- A remodeled Burluson office lobby allows us to offer more personable service.

## FINANCIAL STATEMENT

As of December 31, 2009

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### ASSETS

	2009	2008
Loans.....	\$ 27,663,831	\$ 26,834,921
(Less) Allowance for Loan Losses.....	\$ (203,023)	\$ (178,805)
Cash.....	\$ 1,270,178	\$ 1,010,444
Investments.....	\$ 18,670,138	\$ 10,782,365
Land and Buildings.....	\$ 2,111,787	\$ 2,152,166
Furniture Fixtures and Equipment.....	\$ 151,995	\$ 140,873
All Other Assets.....	\$ 142,894	\$ 150,950
<b>TOTAL ASSETS.....</b>	<b>\$ 49,807,800</b>	<b>\$ 40,892,914</b>

### LIABILITIES & EQUITY

Liabilities & Payables.....	\$ 97,887	\$ 272,175
Savings & Deposits.....	\$ 46,159,112	\$ 36,791,142
Equity - Regular Reserves.....	\$ 1,307,268	\$ 1,351,321
Equity - Undivided Earnings.....	\$ 2,243,533	\$ 2,478,276
<b>TOTAL LIABILITIES &amp; EQUITY.....</b>	<b>\$ 49,807,800</b>	<b>\$ 40,892,914</b>

### INCOME

Interest Income from Loans.....	\$ 1,992,814	\$ 1,950,301
Interest Income from Investments.....	\$ 439,178	\$ 291,391
Miscellaneous Income.....	\$ 1,085,265	\$ 1,111,020
<b>TOTAL INCOME.....</b>	<b>\$ 3,517,257</b>	<b>\$ 3,352,712</b>

### EXPENSES

Salaries & Benefits.....	\$ 932,667	\$ 910,980
Training/Travel/Conference.....	\$ 7,120	\$ 13,103
TCUL Association & Supervision Fee	\$ 30,914	\$ 22,431
Office Operations.....	\$ 613,039	\$ 599,833
Advertising & Promotion.....	\$ 162,087	\$ 220,523
Loan Origination & Servicing.....	\$ 41,319	\$ 33,608
Professional & Outside Services.....	\$ 100,079	\$ 42,660
Provision for Loan Losses.....	\$ 220,000	\$ 116,932
Annual Meeting.....	\$ 6,459	\$ 2,400
Maintenance/Utilities/Depreciation	\$ 209,448	\$ 207,931
Miscellaneous Operating.....	\$ 42,256	\$ 50,006
Cash Over & Short.....	\$ 1,767	\$ 572
Dividend/Interest Paid on Deposits	\$ 707,213	\$ 716,565
<b>TOTAL OPERATING EXPENSES.....</b>	<b>\$ 3,074,368</b>	<b>\$ 2,937,544</b>

### INCOME BEFORE EXTRAORDINARY ITEMS

	\$ 442,889	\$ 415,168
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### EXTRAORDINARY (GAIN)/LOSSES

SW Corp Capital & CUBS Stock Equity	\$ 409,710	\$ 329,469
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### NET INCOME AFTER SWC & CUBS ENTRY

	\$ 33,179	\$ 85,699
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- Paid members more than \$100,000 in loan incentives for refinancing loans back with us.
- Remodeled our Cleburne Drive-Up lanes to offer more efficient member service.
- Replaced the outdated ATM at our Cleburne office with a more efficient model.

In 2009, the United States Congress took steps to enact laws to never let the problems that swept through Wall Street ever compromise its citizens again. While natural person credit unions were never a part of the problem, as a financial institution, we are not excluded from many of the new mandates Congress has, or is attempting to implement. As an example, after having to write-down their investment losses to current market conditions, the two largest Corporate Credit Unions in the country were placed into conservatorship. Those losses have eventually made it all the way down to our Credit Union, where Members Credit Union is having to deplete the capital we held in our Corporate Credit Union.

Our Board of Directors have elected to voluntarily write-down this depleted capital amount in 2009, so as to allow our Credit Union to move forward in 2010 without having to deal with those issues that might materially impact our financial condition in the upcoming year.

Through all the changes we have seen this past year, Members Credit Union continues to be financially stable, sound, and secure based on our most recent examination. We are considered, "Well-Capitalized" by the regulatory standards we are required to maintain. You can be proud of our Credit Union as we have completed our 55<sup>th</sup> year of operations and look forward to the challenges that lie ahead as we move into 2010.

Thank you again for allowing us to serve you this past year.

Chris Cooke, Board Chair  
Paul T. Elkins, President / CEO

MISSION STATEMENT: OUR COMMITMENT IS TO EXCEED YOUR SERVICE EXPECTATIONS WHILE CARING FOR YOUR FINANCIAL NEEDS.