



CENTEX CITIZENS CREDIT UNION
1404 E. Milam
P.O. Box 1252
Mexia, Texas 76667E

Phone (254)562-9296
Fax (254) 562-6994

2021 ANNUAL REPORT

“People Helping People, It’s What We Do”

Continuing Our Journey Toward Excellence!!



**Centex Citizens Credit Union
Annual Meeting Agenda
March 22, 2022**

- I. CALL TO ORDER.....RICHARD JOHNSON
- II. INVOCATION.....RICHARD JOHNSON
- III. QUORUM.....RICHARD JOHNSON
- IV. APPROVE MINUTES.....RICHARD JOHNSON
- V. CHAIRMAN REPORT.....RICHARD JOHNSON
- VI. TREASURERS REPORT.....TERRY DON SHIVERS
- VII. AUDIT REPORT.....BOBBY MCONALD
- VIII. PRESIDENT’S REPORT.....TAMI GRIFFIN
- VIII. NOMINATING COMMITTEE.....RICHARD JOHNSON
- X. ELECT BOARD MEMBERS.....RICHARD JOHNSON
- IX. ADJOURN.....RICHARD JOHNSON

ANNUAL MEETING MINUTES

MARCH 23, 2021

6:00 P.M.

CENTEX CITIZENS CREDIT UNION

1404 E MILAM

MEXIA, TX

The 2021 Annual Meeting was attended virtually through Zoom. We had 20 members attend virtually and 10 members present. Before the meeting started a roll-call was done on all virtual attendees.

Richard Johnson called the annual business meeting of the membership of Centex Citizens Credit Union to order. Richard Johnson gave the invocation. Richard Johnson stated there were 37 members' present, sufficient numbers for a quorum. Minutes of the March 24, 2020 annual meeting were included in the printed information given to each member. Richard Johnson asked for any corrections to the minutes and Dr. Joseph Saucedo made a motion that the minutes be approved as written. Dennis Wilson seconded the motion and the membership approved the minutes as written by saying "I". Motion passed.

Richard Johnson gave a brief history of the credit union. Richard then emphasizes how important it is the credit union lives up to its slogan "People Helping People, That's What We Do!" The credit union will live up

to its slogan by continuing to help the community and our members have access to affordable loan rates and earned above market rates on their funds.

Terry Don Shivers gave the treasurer's report which was electronically sent to virtual attendees and a printed copy was on each table. He summarized a few details from the report to show the Credit Union's strength. Assets as of December 31, 2020 totaled 89.6 million, a 13% increase over December 31, 2019. The Net Worth Ratio of 15.9% and far exceeds the 7.0% required to be considered well capitalized. Even though COVID-related elements affected loan demand last year, the credit union still originated over \$25.5 million in loans to its members in 2020. The credit union retains a strong risk profile that protects the value of membership capital.

Richard Johnson read the Nominating committee's report. The following were nominated and willing to serve as members of the Board of Directors for Centex Citizens Credit Union for the term of three years: Arthur Busby.

Chairman Johnson stated that the Texas Credit Union Department rule allows election by acclamation when only one member is nominated for each position to be filled on the board of directors.

Terry don Shivers made a motion to adjourn the annual meeting. Bobby McDonald seconded. It was approved unanimously.

The meeting adjourned at 6:10pm

Richard Johnson, Chairman

Terry Don Shivers, Secretary

Minutes Prepared by Ariel Minchew

Chairman's Report

As we mark our 68th year of serving our membership it's proven to be another challenging one. We continued to weather the storm known as the global pandemic and transitioned into a steady recovery while remaining optimistic the worst is over. CCCU continued to show empathy towards employees and co-workers as we serviced the needs of our entire membership through difficult and challenging times.

The good news is that we have recovered nicely, the stock market has not missed a beat and the real estate market has been resilient.

Additionally, CCCU is doing quite well and is positioned to continue providing the membership with products and services that simplify their financial needs.

Looking at 2022 and beyond we will strive to stay competitive in all aspects of the marketplace and will continue implementing the newest technologies available providing our membership with the most convenient affordable financial services possible.

Treasurers Report

The condensed Statement of Condition as of December 31, 2021 shows the credit union continues to be a well-capitalized credit union with a capital asset ratio of 15.2% or \$ 14.2 million dollars doubling the industry requirement. Our total assets were at \$98,084,316.

Shares and deposits grew \$ 7.3 million for 2021 while equity capital increased \$ 817 thousand. Loans increased 4.7% or \$3.7 million dollars putting us above pre-pandemic figures.

ROA grew to .53%. Asset yield increased to 3.02% and gross spread expanded to 2.81%.

The net long term assets to total assets remained stable at 8.3%.

The Cash + Short Term Investments to Assets ratio for year end is at 35.34% which sits well above the guideline of 10% assuring the credit union has ample liquidity to meet member demands.

On December 31, 2021 we had 11,242 members.

Audit Report

CCCU is a state-chartered credit union and is governed by the Texas Credit Union Department in Austin Texas. The credit union is bound to compliance and accordance to law by Credit Union bylaws, policies and NCUA rules and regulations.

To comply and qualify for NCUA's federal insurance an annual outside audit is required. 2021's annual audit was performed in January by Credit Union Resources a division of Cornerstone Credit Union League. There were few minor acceptations that have since been corrected.

Our last State Credit Union Department Exam was for the period ending September 2020. The state department audits the credit union every 15 to 18 months so we expect to see them around April or May 2022.

Credit Union Resources, Inc. also performed a vulnerability assessment of our database, as well as our Bank Secrecy Act, Automatic Clearing House and Website audits. All systems and procedures are adequate.

Presidents Report

Our Members loyalty is greatly appreciated; so, thank you to all of our members for choosing CCCU.

As I look back on all of our accomplishments I am proud to report that even in such challenging times CCCU had a successful year.

Our membership is what gives us a solid foundation allowing us to provide the products and services that are expected from us.

Our commitment to our members is to give them a sense of ownership, listen to their feedback and value their ideas. We help them save money with lower loan rates and earn money with competitive savings rates while giving them access to their money with improved technology.

Our future will be to continue on our journey for excellence through values, innovation and vision; creating trustworthy relationships with our members and employees.

“People Helping People, It’s What We Do”

CENTEX CITIZENS CREDIT UNION
Statement of Financial Condition as of: December 31, 2021

Assets	December 2021	December 2020	YTD % Change
Cash on Hand:			
Coins and Currency	\$2,781,629	\$3,523,290	-21.05%
Cash Items in Process of Collection	\$201,208	\$238,220	-15.54%
Total Cash on Hand	\$2,982,836	\$3,761,510	-20.70%
Cash on Deposit:			
Cash on Deposit in Corporate Credit Union	\$3,609,469	\$5,356,361	-32.61%
Cash on Deposit in a Federal Bank	\$28,000,000	\$21,000,000	33.33%
Cash on Deposit in Other Financial Institutions	\$31,410	\$23,656	32.78%
Total Cash on Deposit	\$31,640,879	\$26,380,017	19.94%
Held-to-Maturity Debt Securities	\$36,948	\$111,587	-66.89%
Nonperpetual Capital Account	\$143,785	\$143,785	0.00%
Total Investments	\$180,733	\$255,372	-29.23%
Total Loans and Leases	\$55,173,178	\$51,396,693	7.35%
Less Allowance for Loan & Lease Loss	-\$250,712	-\$309,501	-18.99%
Total Net Loans	\$54,922,466	\$51,087,192	7.51%
Land and Building	\$7,072,230	\$7,255,958	-2.53%
Other Fixed Assets	\$539,106	\$551,971	-2.33%
Total	\$7,611,336	\$7,807,929	-2.52%
NCUA Share Insurance Capitalization Deposit	\$774,571	\$684,208	13.21%
Other Assets:			
Accrued Interest on Loans	\$151,764	\$147,635	2.80%
Accrued Interest on Investments	\$102	\$346	-70.55%
All Other Assets	-\$180,371	-\$423,524	-57.41%
Total Other Assets	-\$28,506	-\$275,543	-89.65%
Total Assets	\$98,084,316	\$89,700,685	9.35%

Liabilities	December 2021	December 2020	% Change
Accounts Payable and Other Liabilities	\$1,475,034	\$1,115,806	32.19%
Share Drafts	\$18,707,488	\$15,440,965	21.15%
Regular Shares	\$40,695,576	\$33,621,194	21.04%
Money Market Shares	\$3,618,268	\$3,176,057	13.92%
Share Certificates	\$15,159,953	\$18,269,838	-17.02%
IRA Accounts	\$4,226,072	\$4,547,287	-7.06%
Total Shares	\$82,407,357	\$75,055,341	9.80%
Total Liabilities and Shares	\$83,882,390	\$76,171,147	10.12%
Undivided Earnings	\$10,981,119	\$10,339,950	6.20%
Regular Reserves	\$3,940,393	\$4,081,391	-3.45%
Other Comprehensive Income	-\$719,586	-\$891,803	-19.31%
Total Equity	\$14,201,926	\$13,529,538	4.97%
Total Liabilities, Shares and Equity	\$98,084,316	\$89,700,685	9.35%
Net Worth Ratio	15.21%	16.08%	