



# Centex Citizens Credit Union

---

2022 Annual Report

69<sup>th</sup> Annual Meeting

Tuesday March 21, 2023 at 6:00 p.m.

1404 E. Milam, Mexia Tx 76667

“People Helping People”



Centex Citizens Credit Union  
Annual Meeting Agenda  
March 21, 2023

- 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 McDonald
- VIII. President’s Report.....Tami Griffin
- VIII. Nominating Committee Report.....Richard Johnson
- X. Elect Board Members.....Richard Johnson
- IX. Adjourn.....Richard Johnson

**ANNUAL MEETING MINUTES  
MARCH 22, 2022  
6:00 P.M.  
CENTEX CITIZENS CREDIT UNION  
1404 E MILAM  
MEXIA, TX**

**The 2022 Annual Meeting was attended virtually through Zoom. We had 25 members attend virtually and 7 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 32 members' present, sufficient numbers for a quorum. Minutes of the March 23, 2021 annual meeting were included in the information given to each member. Richard Johnson asked for any corrections to the minutes and Dennis Wilson made a motion that the minutes be approved as written. Bobby McDonald seconded the motion and the membership approved the minutes as written by saying "I". Motion passed.**

**Richard Johnson gave the Chairman's Report. He discussed challenges faced during global pandemic and recovery. In the future, the credit union will strive to stay competitive in the marketplace and implement new technologies to make convenient affordable financial services.**

**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, 2021 totaled 98 million. The Net Worth Ratio of 15.2% and far exceeds the 7.0% required to be considered well capitalized. Shares and deposits grew \$7.3 million and loans increased \$3.7 million. Terry Don also stated the increase in ROA, asset yield, gross spread, and other ratios. The credit union ended 2021 with 11,242 members.**

**Bobby McDonald gave the audit report. Centex Citizens Credit Union is state chartered 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. Part of this compliance is performing an annual outside audit. The 2021 annual audit was performed in January by Credit Union Resources. There were few minor exceptions that have since been corrected. The 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 in April 2022. Credit Union Resources also performed a vulnerability assessment of our database, as well as our Bank Secrecy Act, Automated Clearing House and website audits. All systems and procedures are adequate.**

**Tami Griffin gave the President's Report. Tami thanked the membership for their loyalty to the credit union. The credit union is committed to the membership and to give them a sense of ownership, listen to their feedback, and value their ideas. The credit union helps the membership save money with lower loan rates and earn money with competitive savings rates while giving them access to their money with improved technology. In the future, the credit union will continue our journey for excellence through values, innovation and vision and creating trustworthy relationships with our members and employees. Tami also wanted to thank the credit union for instilling their trust in her as President after the untimely death of our last president.**

**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: Terry Don Shivers, Dr. Joseph Saucedo, and Bobby McDonald.**

**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.**

**Richard Johnson adjourned the meeting at 6:09pm**

---

**Richard Johnson, Chairman**

---

**Terry Don Shivers, Secretary**

---

**Minutes Prepared by Ariel Minchew**

## *Chairman's Report*

*On behalf of the board of directors, we welcome you to the 69<sup>th</sup> Annual Meeting of your Credit Union.*

*Centex Citizens continued to strategically expand its access to new communities in the region by adding Leon, Falls, Henderson and Robertson counties to our field of membership, as well as expanding to include all of Ellis County.*

*Our goal is to continue to build brand awareness along with our valuable products to not only these new communities but also to our existing field of membership.*

*I would like to acknowledge that 2022 was a very successful year for the credit union. Our aim is to deliver top-notch personalized service and value to every member. Providing good value and showing members we value them go hand in hand.*

*The board would like to take a moment to acknowledge the entire staff and thank them for their hard work and for their dedication to the credit union.*

*I would also like to thank my fellow directors for volunteering their time and efforts this past year.*

*We are excited and confident about the future of Centex Citizens.*

## *Treasurers Report*

*2022 brought a much-welcomed financial comeback from the downturn many financial institutions experienced due to the COVID pandemic in 2020 and 2021.*

*The Statement of Condition ending December 31, 2022 shows the membership has finally started spending some of the stored savings from the 2021 and 2022 COVID funds. These stored savings inflated our assets for a couple of years. The decline in these funds returned us to what is considered a more normal figure for the credit union. Assets decreased from \$ 98,084,316 to \$ 94,824,829.*

*Growing our loan portfolio is always one of our main goals and shows how well we have been able to assist the financial needs of our members.*

*2022 Total loans were up 17% from the prior year to \$ 62,608,208.*

*Earnings reflect a (Return on Assets) ROA of 1.06% which is up from prior quarters and above our peers. Asset yield grew to 3.65% which is also higher than our peer group.*

*Net income for the year was \$ 1,022,568.*

*Strong capital is a major indicator of the financial strength of any institution and helps position the credit union for a major downturn in the economy or similar negative event. Our net worth increased to 16.76% which is well above what is required, indicating we are a well-capitalized credit union.*

*Membership total was 11,150 as of December 31, 2022*

## ***Audit Report***

*Centex Citizens CU 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. 2022's annual audit was performed in January of 2023 and was performed 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 December 31, 2021 and was performed in April 2022.*

*Credit Union Resources, Inc. also performed a Vulnerability Assessment of our database, as well as our Bank Secrecy Act, Automatic Clearing house, Cyber Security and Website audits.*

*As a result of these reviews and audits, I am happy to report that the affairs of Centex Citizens Credit Union during 2022 were conducted in a satisfactory manner and in accordance with prescribed standards and accounting practices. All systems and procedures were found to be adequate and in balance.*



## *President's Report*

*As we reflect on the past and look to the future our goal is to deliver top-notch personalized service and value while maintaining reliability and stability. We will continue with our vision of serving the underserved and helping others achieve success in their financial journey.*

*2022 did not pass without its challenges. Inflation and rising interest rates affected us all. As we enter 2023 we know many are still feeling economic uncertainty.*

*While we embark on the year ahead, our commitment to the members of Centex Citizens is that we will continue to:*

- Grow responsibly, while listening and responding to members needs*
- Explore innovative products and service solutions to enhance our members financial life, and*
- Strive every day to be a better organization to continue to empower our members financial success*

*With potential economic storm clouds on the horizon for 2023, Centex Citizens is well prepared to face them.*

## *Nominating Committee Report*

*The Nominating Committee is appointed by the Chairman of the Board and is responsible for the nomination of at least one candidate for each board of director's vacancy.*

*The nominating Committee has submitted the following three candidates for nomination for the three current vacancies, each for three-year terms, to serve on the Board of Directors:*

*Richard Johnson*

*Dennis Wilson*

*Tara Waggener*

*The Texas Credit Union Department states that when there are no additional nominations received by the Nominating Committee, the nominees are elected by Acclamation.*

*Respectfully submitted:*

---

Frank Parker

---

Nancy Sadler

---

Tom Parker

# CENTEX CITIZENS CREDIT UNION

## Statement of Financial Condition as of: December 31, 2022

Assets	December 2022	December 2021	YTD % Change
Cash on Hand:			
Coins and Currency	\$3,242,603	\$2,781,629	16.57%
Cash Items in Process of Collection	\$354,943	\$201,208	76.41%
<b>Total Cash on Hand</b>	<b>\$3,597,547</b>	<b>\$2,982,836</b>	20.61%
Cash on Deposit:			
Cash on Deposit in Corporate Credit Union	\$5,382,563	\$3,609,469	49.12%
Cash on Deposit in a Federal Bank	\$5,000,000	\$28,000,000	-82.14%
Cash on Deposit in Other Financial Institutions	\$32,826	\$31,410	4.51%
<b>Total Cash on Deposit</b>	<b>\$10,415,389</b>	<b>\$31,640,879</b>	-67.08%
Time Deposits	\$9,450,000	\$0	#DIV/0!
<b>Total Cash and Other Deposit</b>	<b>\$9,450,000</b>	<b>\$0</b>	#DIV/0!
Held-to-Maturity Debt Securities	\$13,316	\$36,948	-63.96%
Nonperpetual Capital Account	\$143,785	\$143,785	0.00%
<b>Total Investments</b>	<b>\$157,101</b>	<b>\$180,733</b>	-13.08%
Total Loans and Leases	\$63,042,574	\$55,173,178	14.26%
Less Allowance for Loan & Lease Loss	-\$292,915	-\$250,712	16.83%
<b>Total Net Loans</b>	<b>\$62,749,658</b>	<b>\$54,922,466</b>	14.25%
Land and Building	\$6,951,614	\$7,072,230	-1.71%
Other Fixed Assets	\$656,594	\$539,106	21.79%
<b>Total</b>	<b>\$7,608,208</b>	<b>\$7,611,336</b>	-0.04%
NCUA Share Insurance Capitalization Deposit	\$775,061	\$774,571	0.06%
Other Assets:			
Accrued Interest on Loans	\$185,141	\$151,764	21.99%
Accrued Interest on Investments	\$19,486	\$102	19021.11%
All Other Assets	-\$132,763	-\$180,371	-26.39%
<b>Total Other Assets</b>	<b>\$71,864</b>	<b>-\$28,506</b>	-352.11%
<b>Total Assets</b>	<b>\$94,824,829</b>	<b>\$98,084,316</b>	-3.32%

<b>Liabilities</b>	<b>December 2022</b>	<b>December 2021</b>	<b>% Change</b>
<b>Accounts Payable and Other Liabilities</b>	<b>\$1,878,223</b>	<b>\$1,475,034</b>	27.33%
Share Drafts	\$17,898,944	\$18,707,488	-4.32%
Regular Shares	\$39,457,065	\$40,695,576	-3.04%
Money Market Shares	\$3,099,097	\$3,618,268	-14.35%
Share Certificates	\$13,078,866	\$15,159,953	-13.73%
IRA Accounts	\$4,211,200	\$4,226,072	-0.35%
<b>Total Shares</b>	<b>\$77,745,171</b>	<b>\$82,407,357</b>	-5.66%
<b>Total Liabilities and Shares</b>	<b>\$79,623,394</b>	<b>\$83,882,390</b>	-5.08%
Undivided Earnings	\$15,889,068	\$10,981,119	44.69%
Regular Reserves	\$0	\$3,940,393	-100.00%
Other Comprehensive Income	-\$687,633	-\$719,586	-4.44%
<b>Total Equity</b>	<b>\$15,201,435</b>	<b>\$14,201,926</b>	7.04%
<b>Total Liabilities, Shares and Equity</b>	<b>\$94,824,829</b>	<b>\$98,084,316</b>	-3.32%
<b>Net Worth Ratio</b>	<b>16.76%</b>	<b>15.21%</b>	