

University of Nebraska Federal Credit Union

2021 Annual Report

**BEST-IN-STATE
CREDIT UNIONS**

Forbes

2021

POWERED BY STATISTA

University of
Nebraska
FEDERAL CREDIT UNION

FINANCIALS

	2021	2020
Total Loans	55,341,875	58,388,690
Less: Allowance for Loan Losses	(221,818)	(220,095)
Cash	1,294,984	1,460,035
Total Investments	73,306,021	58,015,003
Land and Building	4,108,075	4,181,715
Other Fixed Assets	246,572	318,827
Other Assets	6,534,957	5,791,156
Total Assets	<u>140,610,666</u>	<u>127,935,331</u>
Total Liabilities	717,832	748,115
Total Shares and Deposits	130,154,804	117,157,089
Total Equity	<u>9,738,030</u>	<u>10,030,127</u>
Total Liabilities, Shares and Equity	<u>140,610,666</u>	<u>127,935,331</u>
Income from Loans	2,498,355	2,577,979
Income from Investment	791,666	867,466
Total Interest Income	<u>3,290,021</u>	<u>3,445,445</u>
Dividends	92,527	109,914
Interest on Borrowed Money	<u>0</u>	<u>0</u>
Total Interest Expense	92,527	109,914
Interest Spread	3,197,494	3,335,531
Provision for Loan Loss Expense	<u>52,097</u>	<u>80,527</u>
Net Interest Spread	<u>3,145,397</u>	<u>3,255,004</u>
Salary and Benefits	2,167,630	2,288,574
Travel and Conference	11,249	11,397
Office Occupancy	354,311	347,930
Office Operations	479,364	469,023
Education and Promotion	234,381	231,820
Loan Service	285,436	242,165
Professional Service	665,600	620,091
Operating Fees	25,344	29,218
Other Expenses	<u>59,295</u>	<u>50,599</u>
Total Operating Expenses	4,272,610	4,290,817
Other Income	1,361,245	1,193,887
Net Expenses	<u>2,911,365</u>	<u>3,096,930</u>
Gain (Loss) from sale of asset	<u>0</u>	<u>300</u>
Net Income	<u>234,032</u>	<u>158,374</u>

CHAIRMAN & PRESIDENT'S MESSAGE

The University of Nebraska Federal Credit Union remains safe, financially sound, and committed to the credit union motto of "People Helping People." Established 85 years ago, we remain governed by an all-volunteer board of directors committed to serving our members with integrity and a focus on placing people before profits. Our cooperative model of member owners differentiates us from banks and other for-profit entities, ensuring we place acting in the best interest of our membership as our highest priority.

The last two years are unmatched in our lifetimes, and the future is uncertain given the ongoing pandemic, supply chain issues, the war in Ukraine, a labor shortage, and 40-year high inflation. Still, our credit union continues serving our members with industry-leading products and services, and a dedicated staff, management team, board of directors and other volunteers committed to your best interest in all we do.

One of our greatest achievements in 2021 was being named a "Best In State" Credit Union by Forbes. It is the second time our credit union has been honored with this recognition placing us in the top 3% of all financial institutions in America. This year was especially significant considering we were the smallest financial institution from among 9,500+ credit unions and banks in the United States to win the award.

We also experienced unprecedented growth in member deposits. While government stimulus money was a driver for deposit growth at many financial institutions since 2020, our members added \$33,110,773 to their deposit balances - or the equivalent of nine years of traditional growth - in just the past two years. We consider this extraordinary growth a strong vote of confidence from our members, and we are as committed as ever to act as stewards of your hard-earned wages and wealth.

The future of the credit union is bright with our recently launched new core internet and mobile banking product along with many additional features scheduled to be added in the coming year. We have new product offerings lined up for our checking account owners later this year, and we're slated to provide an even better member experience beginning in May 2023 for those using our debit cards and credit cards.

While achieving these important strategic priorities, it's equally noteworthy that we maintained our exceptional track record of Examination and Audit results. In their most recent examination, our regulator, the National Credit Union Administration, noted we again achieved superior results. Likewise, our annual audit and past audits highlight our long track record of strong lending and accounting compliance while serving an excellent field of membership.

A very talented and caring staff, board of directors, and other volunteers will continue to put your best interests at the forefront of all we do. We applaud the work of our staff and volunteers who came together achieving these lofty results in the face of trials and the most unusual of circumstances. Thank you for your membership in this great credit union.

Keith Kauffeld
President/CEO

Kim Phelps
Board Chair

SUPERVISORY COMMITTEE REPORT

The Supervisory Committee is comprised of five volunteers appointed by the Board of Directors. The primary responsibility of the committee is to ensure that the board of directors and management of the credit union are meeting required financial reporting objectives, and establish practices and procedures to safeguard members' assets.

The committee works with the credit union staff, the Board of Directors, and the NCUA examiners to oversee financial integrity and internal control structure of the University of Nebraska Federal Credit Union. The committee meets monthly. Through the Covid 19 lobby closure, we have changed our review process to online but continue to be vigilant. We continue to have one member attend the Board meetings.

Petersen & Associates, an independent audit firm hired by the Supervisory Committee, performed their quarterly and annual audits. The auditors examined the credit union's financial statements and internal control policies and procedures. This year's audits show one minor finding that was corrected before the final report.

In November the Supervisory Committee was invited to try out the new online and mobile banking product. Several of us have tested the application. This is a great tool for our membership.

The Supervisory Committee members are Beth Whitaker, Ronda Alexander, Elaine Gokie and Larry Bock. Three committee members have terms that expire in 2023 and are not renewable. If you are interested in volunteering, please contact me.

A huge thank you to Rnel Sohl, Shelly Heng, and Keith Kauffeld for their time and talents. We are looking forward to in-person meetings.

Cheryl Hassler
Supervisory Committee Chair

MISSION STATEMENT

The mission of the University of Nebraska Federal Credit Union is to provide convenient, affordable financial services, which will assist members in improving their financial stability while operating in such a way as to provide for the financial stability of the credit union.

BOARD OF DIRECTORS

Kim Phelps

Chair

Frances Hayes

First Vice Chair

Heath Tuttle

Second Vice Chair

Andrea Childress

Treasurer

Ben Lennander

Secretary

Jennifer Hellwege

Director

Chris Tran

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Brooklynn Alphin

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Edyn Alstrom

Samantha Cressler

Monte Dickson

Shelly Heng

Jake Johnson

Keith Kauffeld

Zach Kitten

Pam Lannin

Spencer Leiting

Melissa Lennander

Julie Manes

Matt McArdle

Mary Mendoza

Maggie Meyers

Ahmaad Miley

Molly Morgaridge

TJ Murphy

Lynette Myers

Ainsley Nichols

Sabrina Nielsen

Dena Noe

Bradley Opperman

Mark Priess

Laura Ray

Rnel Sohl

Stacey Spitz

Anika Stephen

Sara Teetor

Kylee Vrba

Violet Wells

Karen Westover

Melissa Whitney

Rylie Young

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Cheryl Montgomery

Abbi Ott

Erica Peeples

Brady Weiss

Annie Wiedel

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