

## Statement of Operations

## Board Of Directors

	As of Dec 31, 08	As of Dec 31, 09
<b>INCOME</b>		
Interest on Loans	\$1,735,977.00	\$1,853,135.00
Investment income	\$341,430.00	\$258,148.00
Other Income	\$732,586.00	\$758,801.00
<b>TOTAL INCOME</b>	<b>\$2,809,993.00</b>	<b>\$2,870,084.00</b>
<b>OPERATING EXPENSES</b>		
Salary & Benefits	\$893,723.00	\$917,779.00
Travel & Conference	\$62,000.00	\$32,000.00
Office Occupancy	\$144,963.00	\$158,034.00
Office Operations	\$578,852.00	\$520,713.00
Education/Promotion	\$113,601.00	\$66,794.00
Loan Servicing	\$57,290.00	\$40,699.00
Prof Outside Services	\$33,083.00	\$33,517.00
Provision for Loan/ Lease Loss	\$60,000.00	\$132,000.00
Members Insurance		
NCUSIF Stabilization Exp		\$50,217.00
Regulatory Oper Exp	\$6,542.00	\$7,275.00
Annual Meeting	\$9,600.00	\$12,150.00
Miscellaneous	\$14,664.00	\$15,623.00
<b>TOTAL OPERATING EXPENSE</b>	<b>\$1,974,318.00</b>	<b>\$1,986,801.00</b>
Dividends	\$601,781.00	\$536,567.00
<b>Net Income from Operation</b>	<b>\$233,894.00</b>	<b>\$346,716.00</b>
Non Operating Income/Loss		
SCFCU MCA Capitalization Account	\$0.00	\$344,943.00
<b>Net Income</b>	<b>\$233,894.00</b>	<b>\$1,773.00</b>

Mike Zamora, Chairman – 2010  
 Angus Baker, Vice Chairman – 2011  
 Ed Duris, Treasurer – 2012  
 Janet Morris – 2010  
 Tony Guerrero III – 2010  
 Cindy White – 2011  
 Christi Fite – 2011  
 Anthony Sanchez – 2012  
 Reggie Andrews – 2010

Nancy Croix-Stroud President/CEO

1st Class ...

1st in Service

1st in Quality

1st in Value

For Our Community

2595 Polaris Dr  
 Fort Worth, TX 76137

817.834.9777

[www.facu.org](http://www.facu.org)

2009  
 Annual Report

First Class American  
 Credit Union



## 2010 Agenda

- Invocation
- Welcome by the Chairman
- Minutes of the Last Annual Meeting
- Chairman's Report
- Treasurer's Report
- President's Report
- Unfinished Business
- New Business
- Scholarship Presentation
- Nominating Committee Report
- Election
- Drawing for Door Prizes
- Adjournment

## Annual Meeting Minutes

The Annual Meeting was called to order by Chairman, Mike Zamora at 6:40 p.m. in the Stagecoach Inn Room at the Amon Carter Exhibition Hall, Fort Worth, Texas.

Mr. Zamora called on Vice-Chairman Angus Baker to ascertain that there were enough members in attendance to constitute a quorum. Mr. Baker stated there was a quorum present.

Mr. Zamora introduced the board of directors. Retirees were asked to stand and be recognized.

Mr. Zamora thanked Longoria's Bar-B-Que for providing the bar-b-que. Mr. Zamora then recognized CU Member's Mortgage for their attendance and donation to the Annual Meeting.

Richard Tyler made a motion to dispense with the reading of the minutes and accepted them as written. James Marsh seconded, and the motion carried.

Mr. Zamora gave the Chairman's Report reporting that First Class American Credit Union reported net income of \$233,891 during 2008. Mr. Zamora reported that 2008 had been a difficult time for America and financial institutions. While FCACU remained a healthy institution, with the continuing economic conditions no credit union would come through the current recession unchanged. 2009 would be a challenging year; however it would be year in which the membership would be proud of the credit union's success.

Ed Duris gave the Treasurer's Report. Mr. Duris reported that the credit union's assets as of December 31, 2008 were \$36,489,175 and net income was \$233,891, making the credit union's net worth ratio 8.59%. During the year the CPA firm of McGladrey Pullen had performed the annual audit and supervisory review. The credit union had received a good report from its

audit. This year the credit union had introduced a new checking account, Pay It Forward which rounds up your checks/debit card transactions depositing the change into a high yielding savings account. Additionally the credit union's credit card portfolio had grown by 28% during 2008.

Mr. Zamora then called on Nancy Croix-Stroud to give the President's report. Ms. Croix Stroud reported that the credit union now served over 8,000 members. The credit union had a challenging year during 2008 with fluctuating interest rates, and rates continue to be projected to remain volatile during the next 12-24 months. Ms. Croix Stroud reported that member's deposits were currently insured up to \$250,000 per account. Ms. Croix Stroud reported that despite the lagging economy First Class American Credit Union was still able to provide loans for our members needs, including mortgage loans. The credit union had been meeting our member's financial needs since 1929 and would continue to do so, despite the current economic conditions. Ms. Croix Stroud reported that First Class American Credit Union had not purchased any of the sub-prime mortgage investments that were currently causing the economic downturn of the economy, however it did not mean that FCACU would not be affected by the that mortgage market. National Credit Union Administration (NCUA) had assessed a premium to all credit unions as a result of those losses being seen in the credit union industry from that market, and to help stabilize the Corporate Credit Union system. As a result, FCACU will now project a loss for 2009 due to these special assessments and write down of our NCUSIF deposit. The increased premium will enable the NCUSIF to continue to be a strong insurance fund to be able to guarantee the \$250,000 of deposit insurance at financial institutions. NCUSIF continues to be most sound insurance fund for financial institutions. Ms. Croix Stroud then introduced the staff, and thanked the membership for their continued membership and loyalty to the credit union.

Mr. Zamora called for any Old Business, there was none to report.

Mr. Zamora called for any New Business, there was none to report.

Mr. Zamora recognized two employees who celebrated their 10 year employment with the credit union, Debra Durham and Carmen Aguilera.

Mr. Zamora then presented the two scholarship recipients, My Nguyen and Matraya Mears.

Mr. Zamora called on the Nominating Committee, Mike Ayala, Earl Stewart, and Tony Guerrero for their report. Mike Ayala, Chairman of the committee, reported there were three positions up for election to three year terms. The nominating committee recommended Anthony Sanchez, Gary Bedford, and Ed Duris for the positions. Richard Tyler made a motion to elect the three nominees' by acclamation, J P Ashley seconded the motion and the three directors were re-elected to the board for three year terms.

The door prizes were awarded.

Richard Tyler made a motion to adjourn the meeting, Aubrey Holmes seconded the motion and the motion carried.

The meeting adjourned at 7:30 p.m.

Respectfully submitted,

Nancy Croix Stroud  
Recording Secretary

## Balance Sheet

	As of Dec 31, 08	As of Dec 31, 09
Consumer Loans	\$19,122,494.00	\$17,831,420.00
Credit Cards	\$2,033,348.00	\$1,954,061.00
Real Estate	\$1,010,252.00	\$1,669,877.00
Home Equity	\$3,218,116.00	\$3,666,298.00
2nd Mortgage	\$348,167.00	\$4,131,580.00
<b>Total Loans</b>	<b>\$25,732,377.00</b>	<b>\$29,253,236.00</b>
Allowance for Loan Loss	-\$576,555.00	-\$445,070.00
<b>Net Loans</b>	<b>\$25,155,822.00</b>	<b>\$28,808,166.00</b>
Cash	\$698,985.00	\$635,854.00
Investments	\$9,182,275.00	\$11,927,939.00
NCUSIF Deposit	\$285,350.00	\$301,562.00
Fixed Assets	\$945,468.00	\$1,162,957.00
Other Assets	\$221,275.00	\$248,413.00
<b>Total Assets</b>	<b>\$36,489,175.00</b>	<b>\$43,084,891.00</b>
Liabilities	\$433,294.00	\$533,565.00
Deposits	\$32,920,078.00	\$39,413,750.00
Equity		
Regular Reserve	\$2,112,240.00	\$2,112,240.00
Undivided Earnings	\$1,023,563.00	\$1,025,336.00
<b>Total Equity</b>	<b>\$3,135,803.00</b>	<b>\$3,137,576.00</b>
<b>Total Liabilities &amp; Equity</b>	<b>\$36,489,175.00</b>	<b>\$43,084,891.00</b>