

2022 ANNUAL REPORT

Consolidated Statement of Financial Condition

December 31, 2022 & 2021

	2022	2021
ASSETS		
Loans Receivable (net of allowance for loan losses)	\$20,060,467	\$19,544,540
Cash & Cash Equivalents	14,320,324	15,027,445
Investments Held to Maturity	36,074,924	35,584,069
Accrued Interest Receivable	129,641	68,857
Property & Equipment (Net)	165,396	222,303
National Credit Union Share Insurance Fund Deposit	563,069	517,338
All Other Assets	173,573	167,675
Total Assets	\$71,487,394	\$71,132,227
LIABILITIES AND MEMBER EQUITY		
Member Shares & Savings Accounts	62,016,813	62,052,634
Accounts Payable & Other Liabilities	146,566	78,899
Total Liabilities	\$62,163,379	\$62,131,533
Member Equity (Substantially Restricted)	9,324,015	9,000,694
Total Liabilities & Member Equity	\$71,487,394	\$71,132,227

Consolidated Statements of Members Equity

Years ended December 31, 2022 & 2021

	Appropriated Regular Reserve	Unappropriated Earnings	Total
Balance December 31, 2020	\$856,938	\$7,943,875	\$8,800,813
Net Income		199,881	199,881
Balance December 31, 2021	\$856,938	\$8,143,756	\$9,000,694
Net Income		323,321	323,321
Balance December 31, 2022	\$856,938	\$8,467,077	\$9,324,015

Any member of Teamsters Council #37 Federal Credit Union can view a complete copy of the financial report at the Credit Union's Main Office in Portland.

Consolidated Statement of Operations

Years ended December 31, 2022 & 2021

	2022	2021
INTEREST INCOME		
Loans	839,536	904,460
Investments	696,510	259,713
Total Interest Income	\$1,536,046	\$1,164,173
Interest Expense On Member Deposits	135,424	118,479
Net Interest Income	\$1,400,622	\$1,045,694
Provision for Loan Losses	0	0
Net Interest Income After Provision for Loan Losses	\$1,400,622	\$1,045,694
NON-INTEREST INCOME		
Service Charges & Fees	320,114	490,851
Operating Income	\$1,720,736	\$1,536,545
NON-INTEREST EXPENSE		
Compensation & Benefits	690,763	687,256
General & Administrative	706,652	649,408
Total Non-Interest Income	\$1,397,415	\$1,336,664
Net Income From Operations	\$323,321	\$199,881

Treasurers Report - Robert Burke

The Annual Report will be available soon and will be uploaded to the website.

Year-end assets closed at \$71.5 million a small increase from the prior year. Cash and investments ended at \$50.4 million, loans at \$20.1 million (\$19.5 million prior year), and member shares ended at \$62. million. Total dividends paid to members was \$135,000, which included a bonus dividend at year-end.

After operating expenses and dividends were paid, the Credit Union had net income of \$323,321. Total capital and reserves at year-end were 13.04% which is considered well-capitalized per NCUA capital standards. This figure compares favorably with our peer group and emphasizes our commitment to maintaining a strong and viable Credit Union. Total capital and reserves now exceed \$9.3 million.

We are looking forward to continued success in 2023. With your assistance we can surely make this happen!

TEAMSTERS COUNCIL #37 FEDERAL CREDIT UNION

1866 NE 162ND AVE, PORTLAND, OR 97230
www.tcu37.com / 503-251-2390 / 800-547-7657



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President's Report - Steven Pickle

While many aspects of our lives returned to normal this past year, other issues moving into 2023 remain uncertain. While this may prove to be a momentous year, we know it may not be an easy one. Inflation at times seems to be coming under control, but it is unclear what will happen with rising interest rates, the housing market, and the potential for a recession.

I want to acknowledge the concerns that the recent failures in the banking arena are prompting. Teamster's board and management team is monitoring the situation proactively, and members can rest assured that our Credit Union continues to be in a strong financial position and adheres to sound, financial practices.

On behalf of the Board, management, and our staff, I would like to thank you our members for helping us successfully address the challenges 2022 presented. Our goal is to be your first choice for all your banking needs. We are committed to building a strong relationship with you based on trust and provide you with a high level of member service. We understand that everyone has unique situations and we want to be there for you. We value that trust. Teamsters Credit Union is here when you need us for any financial assistance.

As you will hear in the manager's report, 2022 was a successful year based on recent standards, but more so with the realization of all we faced in the past year. This is a sign of a "healthy financial institution" which means you "our" members can turn to us with confidence to meet your financial needs in the years to come.

Thousands of TCU members, young and old, are continuing to use our free and convenient Online Banking service, and many have turned to making check deposits with their phones, as well as paying their bills online, all at little or no charge. Of course, you can also handle all your banking needs when you do come to one of our offices.

As a credit union, our commitment to you and to the communities we serve is to provide exceptional value, convenience, and the highest level of service every day.

I have optimism for the coming year, which I know is also shared by the staff of the credit union. We are excited for what lies ahead and will continue striving to improve the financial well-being of our members.

The entire board wishes to thank the staff for their steady service to members during the past year. Our volunteer Supervisory Committee also earns our sincere thanks. And we thank you and every member for choosing Teamsters Council 37 Federal Credit Union to be your trusted financial partner.

Supervisory Committee Report - Jackie Davais

The Supervisory Committee conducts the oversight function of the membership. They oversee the annual audits, internal audits, member verification of accounts, loan reviews, closed accounts and ensure that all regulations, procedures, and policies are properly followed as defined by the National Credit Union Administration (NCUA). The committee is appointed by the Board of Directors and is comprised entirely of volunteers from the membership.

One of the most important functions of the Supervisory Committee is to arrange and oversee an annual audit of the Credit Union's financial condition and internal accounting procedures. Brad Billiet continues his long tenure with the Credit Union as its internal auditor and the CPA firm of Hauser, Jones, & Sas, of Bellevue, WA, was engaged to conduct the 2022 audit which is their third year with Teamsters Council #37 Federal Credit Union.

The Supervisory Committee has carefully reviewed the reports from these individuals and are proud to assure you that the Teamsters Council #37 Federal Credit Union is in full compliance with the requirements and regulations of the Federal Credit Union Act.

Manager's Report - Steven Haight

Teamsters Federal Credit Union's founders started the credit union with the vision of helping teamster members on their financial journey. As we reflect on 2022 and look forward to the future, we're proud that our purpose remains the same:

2022 had its challenges. Inflation, rising interest rates and an economy teetering on recession has affected us all. As we look ahead, we know many are still feeling economic uncertainty. Please know that whatever the economy may bring, your financial well-being remains as our primary focus.

With potential storm clouds on the horizon, you can rest assured that your credit union is well prepared to face them. Through your loyal support, Teamsters ended 2022 with a net worth ratio of 13.04%, well above what the regulators considered to be well-capitalized.

As 2022 ended, Teamsters Federal Credit Union humbly reflects on another successful year of serving our members. Our financial condition remained solid, a reflection of sound oversight by the board and a strong leadership team. The Credit Union's Annual Report will be available soon.

With a strong asset base and net worth to support us, Teamsters will remain measured and methodical in our approach to any new upcoming economic issues. Just as we weathered the 2008 recession and the 2020 Covid pandemic we will continue to keep our members needs – your needs – at the forefront, while managing your credit union in a secure and responsible manner.

In closing, I have optimism for the coming year, which I believe is shared by the board and staff of the credit union. We are excited for what lies ahead and will continue striving to improve our financial well-being as well as that of our members.

I want to again thank the Board of Directors for their continued dedication and oversight throughout the past year. Our all-volunteer Board has played an integral role in our growth and transformation as a credit union. They have served you, our membership, with an emphasis on integrity and strength in the face of very trying times over the past few years. And to you our members, I want to thank you for your support and loyalty for choosing to bank with us - we never forget you have a choice! Thank you for trusting us as your local financial institution.

Despite new challenges in 2023, you can count on the Staff and our Board to place the best interest of all of our members at the heart of every decision we make. From all of us at Teamsters Council #37 Federal Credit Union, we thank you for your continued support and wish you and your family a happy, healthy, and prosperous 2023.

It continues to be the opinion of the Supervisory Committee that the policies established by the Board of Directors contribute to sound management practices, and that Credit Union staff, and management are operating effectively, efficiently, and in a manner consistent with safeguarding the membership's interests.

The Supervisory Committee acknowledges and thanks all members and others who have devoted time and effort to the welfare of the Credit Union. Any member with concerns about the Credit Union is encouraged to contact anyone on the Supervisory Committee, the Board, or Senior Management. Thank you

Any member can view a complete copy of the report at the Credit Union's Main Office in Portland.

SUPERVISORY COMMITTEE MEMBERS

JACKIE DAVAIS, CHAIRPERSON

KAREN O'NEAL

TONY ANDREWS

TONY SCALES