



48th Annual
Membership Meeting

Thursday, April 2, 2009

2008 – 2009 Board of Directors

Darrel A. Davis
James I. Mallett
Thomas J. McGrath
Pat A. Buck
Karen M. Hannan
Juan D. Lopez, Jr.
Nancy L. Granovsky

Officers and Staff

Mary Beth Borroni, President/CEO
Penny Kornegay, Office Manager
Angie Conklin, Accounting
Jenny Chollett, Loan Processing
Joan M. Lenz, MSR
Kristen Wills, Public Relations
Leigh Schwartz, MSR





Annual Meeting Financials for the Period Ending 12/31/08
Statement of Financial Condition

ASSETS	12/31/2008	12/31/2007
Loans to Members	\$ 8,428,235	\$ 7,713,161
Cash	311,809	417,277
Investments	5,413,824	4,438,087
Land and Building	-	-
Fixed Assets	25,282	5,136
Other Assets	172,408	110,121
Allowance for Loan Loss	(132,772)	(121,092)
Total Assets	\$ 14,218,786	\$ 12,562,690
LIABILITIES AND MEMBER'S EQUITY		
Accounts Payable	\$ 178,567	\$ 8,838
All Other Liabilities	110,680	9,075
Total Liabilities	\$ 289,247	\$ 17,913
Member Deposits	11,866,878	10,683,888
Reserve Funds	271,601	271,601
Undivided Earnings	1,791,060	1,589,288
Other Reserves	-	-
Total Member's Equity	\$ 13,929,539	\$ 12,544,777
Total Liabilities and Member's Equity	\$ 14,218,786	\$ 12,562,690

Statement of Income and Expense

INCOME	12/31/2008	12/31/2007
Interest on Loans	\$ 521,390	\$ 484,913
Interest on Credit Cards	67,455	62,945
Income from Investments	216,302	202,689
Other Operating Income	145,499	127,624
Total Income	\$ 950,646	\$ 878,171
EXPENSE		
Employee Wage and Benefits	\$ 196,700	\$ 175,688
Travel and Conference	5,126	4,272
Office Occupancy	44,530	46,225
Office Operations Expense	83,546	69,892
Provision for Loan Loss	52,000	65,686
Annual Operating Fees	3,951	3,772
Loan Servicing Expense	5,937	4,733
Association Dues	6,671	7,398
Professional Services	33,198	39,740
Member Benefits	6,369	5,121
Misc. Operating Expense	5,378	3,390
Advertising	5,445	7,622
Credit Card Expense	22,518	21,376
Total Expense	\$ 471,369	\$ 454,915
Net Operating Income	\$ 479,277	\$ 423,256
Non-Operating Gains/Losses	\$ -	\$ -
Adjusted Net Income	\$ 479,277	\$ 423,256

DISTRIBUTION OF NET INCOME		
Dividends on Shares	\$ 277,505	\$ 266,239
To Reserves and Undivided Earnings	\$ 201,772	\$ 157,017

Minutes of the FedStar Credit Union Annual Meeting of February 14, 2008

Chairman Davis called the 47th Annual Meeting to order at 6:33 p.m. President Mary Beth Borrone certified a quorum of at least 25 credit union members.

A motion was made by Mr. Sigal Rosier to accept the minutes from last year as distributed and to dispense with the reading of the minutes. The motion was seconded by Mr. Tom McGrath and was passed unanimously.

Chairman Davis introduced board members and credit union employees who were present. Chairman Davis presented the Report of the Chairman and discussed the year in review.

President Mary Beth Borrone presented the Report of the President. In it, she noted key statistics of the Statement of Financial Condition. President Borrone discussed the findings of the Annual Supervisory Audit by the Texas Credit Union League. The President then presented the Report of the Treasurer. President Borrone thanked the Board of Directors and other volunteers for their years of service.

Chairman Davis proceeded on the Agenda and there was no old business to discuss and no new business was brought before the membership.

Chairman Davis introduced the Nominating Committee Chair Patricia A. Buck who read the Nominating Committee's report. The committee consisted of Ms. Buck, Mr. Harry Andersson and Mr. Lester Byrd. The committee proposed the re-election of Board members Thomas J. McGrath and Darrel A. Davis to positions 1 and 2 respectively. There were no nominations from the floor. A motion was made by acclamation to accept the nomination slate as presented and close the floor to nominations. The motion was passed unanimously.

Member Danny Harvell moved that the meeting be adjourned and Member Sigal Rosier seconded the motion and it carried. The meeting was adjourned at 7:03 p.m. Members proceeded to play BINGO and visit.