

# PROGRAM

*Call to Order*

*Ascertain a Quorum*

*Minutes*

*Chairman's Comments*

*President's Report*

*Audit Report*

*Unfinished Business*

*New Business*

*Election of Directors*

*Announcements*

*Adjournment*

*Bingo & Door Prizes*

## Statement of Financial Condition

ASSETS	12/31/11	12/31/10
Loans to Members	\$ 8,036,944	\$ 8,026,431
Cash	245,639	391,631
Investments	11,085,683	8,755,719
Land and Building	961,259	973,176
Fixed Assets	50,840	75,713
Other Assets	244,280	248,793
Allowance for Loan Loss	(122,277)	(153,660)
<b>Total Assets</b>	<b>\$ 20,502,368</b>	<b>\$ 18,317,803</b>
<b>LIABILITIES AND MEMBER'S EQUITY</b>		
Accounts Payable	\$ 24,766	\$ 165,686
All Other Liabilities	10,909	17,388
<b>Total Liabilities</b>	<b>\$ 35,675</b>	<b>\$ 183,074</b>
Member Deposits	\$ 18,129,020	\$ 15,925,315
Reserve Funds	271,601	271,601
Undivided Earnings	2,066,072	1,937,813
Other Reserves(Mkt Adj)		
<b>Total Member's Equity</b>	<b>\$ 20,466,693</b>	<b>\$ 18,134,729</b>
<b>Total Liabilities and Member Equity</b>	<b>\$ 20,502,368</b>	<b>\$ 18,317,803</b>

## Statement of Income and Expense

INCOME	12/31/11	12/31/10
Interest on Loans	\$ 426,810	\$ 491,419
Interest on Credit Cards	81,295	79,661
Income from Investments	227,390	220,084
Other Operating Income	145,748	140,618
<b>Total Income</b>	<b>\$ 881,243</b>	<b>\$ 931,782</b>
<b>EXPENSE</b>		
Employee Wage & Benefits	\$ 273,643	\$ 273,213
Travel and Conference	7,254	7,230
Office Occupancy	57,912	67,609
Office Operations Expense	120,167	114,514
Provision for Loan Loss	(20,000)	16,800
Annual Operating Fees	4,925	5,499
Loan Servicing Expense	5,308	4,002
Association Dues	8,974	8,243
Professional Services	64,611	72,548
Member Benefits	8,620	10,663
Misc. Operating Expense	7,594	6,865
Advertising	21,315	19,005
Credit Card Expense	30,216	29,686
NCUA Stabilization/Member Ins. Expense	42,432	40,614
<b>Total Expenses</b>	<b>\$ 632,971</b>	<b>\$ 676,491</b>
<b>Net Operating Income</b>	<b>\$ 248,272</b>	<b>\$ 255,291</b>
<b>Non-Operating Gains/Losses</b>		
	\$ 00	\$ (76,213)
<b>Adjusted Net Income</b>	<b>\$ 248,272</b>	<b>\$ 179,078</b>
<b>DISTRIBUTION OF NET INCOME</b>		
Dividends on Shares	\$ 120,014	\$ 184,858
To Reserves and Undivided Earnings	\$ 128,258	\$ (5,780)



## Minutes of the FedStar Credit Union Annual Meeting of April 14, 2011

Chairman Davis called the Annual Meeting to order at 6:45 p.m. The meeting was held at the Best Western Atrea in Bryan, Texas. President Borroni certified a quorum of at least 25 credit union members. A motion was made by member Charlie Ray to dispense with the reading of the minutes from the last annual meeting. The motion was seconded by member Tim Carda. The motion passed unanimously. Chairman Davis introduced Credit Union board members and Credit Union employees who were present. Board members present were James Mallett, Juan Lopez, Pat Buck, Nancy Granovsky. Chairman Davis also introduced FedStar and employees present were Travis Guthrie, Haley Pereira, Joni Lenz, Debbie Dunlap, Jenny Chollett, Penny Kornegay, and Leigh Schwartz.

Chairman Davis discussed the 50<sup>th</sup> Anniversary of the credit union and the year in review. He discussed our beautiful new building and that most of the members like it. Mr. Davis also discussed the desire of the Credit Union to grow through prudent lending decisions and new membership in the community.

Chairman Davis introduced President Mary Beth Borroni who thanked the board of directors for all of their volunteer hours and hard work in making our new building a reality.

President Borroni introduced Travis Guthrie who spoke on new account products, and Haley Pereira who spoke on marketing and community involvement.

President Borroni discussed the Report of the Treasurer and answered questions from the membership regarding the NCUA assessment and additional funding to Southwest Corporate FCU. Chairman Davis proceeded on the agenda. There was no Old Business to be discussed and no New Business to be discussed. Members Mr. Holly Rees and Mr. Bennie Steel spoke in honor of our 50<sup>th</sup> Anniversary. Mr. Rees was one on the founding charter members of the credit union and Mr. Steel had been a member for 50 years.

Chairman Davis introduced Nominating Chairwoman Patricia A. Buck who read the Nominating Committee's Report. The committee consisted of Harry Andersson and Daniel Kropp. The committee proposed the following nominations:

Position 1	Vacated by Thomas J. McGrath, Jr.
	Nominee: Carl Anderson
Position 2	Darrel A. Davis, Incumbent

Position 3 Vacated by Karen Hannan  
Nominee: Olan Fuschak

Board member Davis recused himself from the discussion and nominations were solicited from the floor. As there were no nominations from the floor, all nominations were then closed. A motion was made by Frank Borroni and seconded by Bill McGuire to approve the nomination for Position 1 (Carl Anderson). The approval was unanimous.

Since no other nominations came from the floor for Position 2, Darrel Davis was approved by acclamation.

A motion was made by Sigal Rosier and seconded by Bill Braden to approve the nomination for Position 3(Olan Fuschak). The approval was unanimous.

All nominated positions were elected to the board of directors of the credit union. The terms are as follows:

Position 1	Carl Anderson	Three year term expiring 2014
Position 2	Darrel A. Davis	Three year term expiring 2014
Position 3	Olan Fuschak	Two year term expiring 2013

Member Eddie Braswell moved that the meeting be adjourned and member Burl Richardson seconded the motion and the motion carried.

The 50<sup>th</sup> Annual Meeting of the FedStar Credit Union adjourned at 8:04 p.m. Members proceeded to visit and play Bingo.

The winners of the door prizes were as follows:

Visa Gift Card valued at \$50.00	Bill Braden
Visa Gift Card valued at \$50.00	Bennie Steel
Visa Gift Card valued at \$50.00	Dorothy Mallett
Visa Gift Card valued at \$50.00	Teresa O'Brien
Visa Gift Card valued at \$50.00	Rick Leopold
Visa Gift Card valued at \$50.00	Roy Roe
Visa Gift Card valued at \$50.00	Amanda Rietmayer
Visa Gift Card valued at \$50.00	Ruth Hary
Visa Gift Card valued at \$50.00	Charlie Ray
Visa Gift Card valued at \$50.00	Viola Vitopil

Bingo winners:

Jason Hancock	\$100.00
Lorrie Garcia	\$100.00
Mary Lou Johnson	\$100.00
Macy Hoskins	\$100.00



## 51st Annual Membership Meeting

Thursday, April 12, 2012

### *2011 – 2012 Board of Directors*

Darrel A. Davis, Term expires 2014  
James I. Mallett, Term expires 2012  
Pat A. Buck, Term expires 2013  
Juan D. Lopez, Jr., Term expires 2013  
Nancy L. Granovsky, Term expires 2012  
Carl G. Anderson, Jr., Term expires 2014  
Olan B. Fuschak, Term expires 2013

### *Officers and Staff*

Mary Beth Borroni, President/CEO  
Penny Kornegay, Office Manager  
Jenny Chollett, Loan Processing  
Travis Guthrie, Membership Specialist  
Leigh Schwartz, MSR  
Morgan Peevey, MSR/Marketing  
Debbie Dunlap, Audit/Documentation  
Jessica N. Roberts, MSR  
Danielle Kirkpatrick, MSR

