

# Hutchinson Government Employees

## Credit Union

### 2018 Annual Meeting Minutes

May 09, 2019

The 2018 Annual Meeting of the Hutchinson Government Employees Credit Union was held May 09, 2019 at the Homebuilders Shelter in Carey Park, 43 members attended. Board President Cathy Kelley welcomed everyone attending and thanked them for coming. Cathy Kelley called the meeting to order at 7:10 pm and introduced board members attending, Greg Henke, Stephen Schaffer, Mike Williams and Kyle Finney. Cathy Kelley asked the credit union staff to introduce themselves and give their current positions. Christie Tipton, vice president, Jessi Berger, accounting, Tammy Fee, consumer loan officer, Janet Penner, consumer loan officer, Pat Roseberry, teller, Mykia Ramsey, teller, and Del Rey Carlson, teller. Christie Tipton apologized on behalf of credit union president Roki Medlam who fell ill and did not attend the meeting.

Cathy Kelley presented last year's minutes for reading and opened the floor for discussion, there was none. Greg Henke made motioned to accept the minutes as written, Mike Williams second; minutes accepted.

The annual letters were presented by Cathy for reading by those in attendance. These include the Director's, Treasurers, and Supervisory Committee reports. Cathy asked if there were any questions. None were voiced.

Loren Toland commented on the True Stage insurance being marketed to the membership. Loren expressed appreciation for the affordability of the insurance.

Christie Tipton presented new business, explaining that with the new community debit cards a percentage of the credit unions interchange income would be donated to a charity chosen by the membership at this time. Among the nominees were the Reno County Toy Run, Hutchinson Zoo and Cause for Paws; Cause for Paws was chosen. Christie also informed the membership that the fraud issue that occurred when we transitioned to the new provider had

been resolved. Explaining that no breach had occurred. Those committing the fraud had got lucky guessing card numbers, it occurred to several members because they simply kept guessing after the first one by modifying the last 4 numbers. Christie reinforced to members that their information was safe.

Mike McClure announced there have not been any nominations for the 2 seats up for re-election and asked for nominees from the floor. There were none, Mike Williams and Kyle Finney were reelected by acclamation.

Cathy Kelley opened the floor for open discussion. Loren Toland expressed gratitude to the staff and the Board for all they do to make the credit union great. Christie Tipton thanked the membership for being the best part of the credit union, she stated she enjoys working with each of them and reinforced that the staff is there to help in any way they can.

Mike Williams made motion to adjourn, Stephen Schaffer second; meeting adjourned at 7:30 pm.

Minutes submitted by Christie Tipton.

The organizational meeting was called to order at 7:40 pm by Cathy Kelley. The next board meeting was scheduled for June 19, 2019 at 4:45 pm.

Cathy Kelley was named President

Mike Williams was named Vice President

Stephen Schaffer was named Secretary

Meeting adjourned 7:40 pm

Submitted by Christie Tipton

ASSETS and LIABILITIES 12/31/19			
ASSETS	AMOUNT	LIABILITIES	AMOUNT
***ASSETS***		***LIABILITIES***	
LOANS	17,245,561.84	CDIP-CUNA	
ASSETS IN LIQUIDATION	8,263.60	AMERICAN CDI	
ALLOWANCE FOR LOAN LOSS	539,837.01-	NCUA INSURANCE PREMIUM PAYABLE	
NET LOANS	16,713,988.43	UNDISTRIBUTED PAYROLL	472.50-
		ANNUAL MEETING EXPENSE	1,385.62-
CARD FRAUD RECOVERY PENDING		TRAVEL EXPENSE	
CPI RECIEVABLE	10,074.04	ACC MICROFILM EXP.	
CDI PREMIUM RECEIVABLE	1,833.36	EDUCATION EXP	
TOTAL OTHER RECEIVABLE	11,907.40	DORMANT ACCTS PAYABLE	
		EMPLOYEE BENEF PAYABLE-IRA	1,496.29-
PAYROLL ADVANCE		DORMANT ACCOUNTS	
***CASH***		FICOR INSURANCE PAYABLE	
CASH DEPOSITED		GAP INSURANCE PAYABLE	1,219.97-
BELL CREDIT UNION	168.06	DEFERRED COMP DISB PAYABLE	
HUTCHINSON POSTAL CU	5.00	DONATIONS PAYABLE	303.63-
ATM CASH	63,520.00	UNEMPLOYMENT TAX PAYABLE	535.34-
VAULT CASH	235,878.00	CUNA INS/ROOF REPAIRS	
TELLER CASH DRAWERS	29,012.85	SILVER DOLLAR CITY	
TOTAL CASH	328,583.91	WORLD OF FUN	
		MONEY ORDERS	
KCCU DAILY	454,059.78	TRAVELERS CHECKS	187.98-
ACH CLEARING	2,042.76	CHILDRENS MIRACLE NETWORK	
KCCU MANAGED LIQUIDITY	3,518,237.31	MORTGAGE ESCROW	
KCCU SC		FIFTH THIRD ADJUSTMENTS	
KCCU MS		VISA	2,130.76-
KCCU PAID IN CAPITAL	91,135.85	OUTSTANDING ON-US	140,746.47-
INSURED INVESTMENTS		NOTES PAYABLE	250,000.00-
KCCU - SIMPLICIDS	992,000.00	DIVIDENDS PAYABLE	
KCCU SECURITIES		SC DIVIDENDS PAYABLE	16,706.80-
SHARE DRAFT CLEARING	390.00	IRA SH. CERT DIVIDENDS	2,890.91-
FIFTH THIRD BANK		FEDERAL WITHHOLDING	2,969.35-
TRANSFUND SETTLEMENT	48,510.63-	STATE WITHHOLDING	1,120.31-
BILL PAY CLEARING	9,724.60-	BACKUP WITHHOLDING	1,251.77-
MEMBER MTG SERVICES DEP	33,118.67	REAL ESTATE TAX PAYABLE	897.44-
CARD SERVICES-VISA	500.00	ACCRUED AUDIT FEES	1,985.12
TOTAL INVESTMENTS	5,033,249.14	SALARIES PAYABLE	
		ACCRUED PROFESSIONAL SERVICES	3,230.24-
ACCRUED INCOME ON LOANS	41,287.32	VISA SCORECARD REWARD PAYABLE	610.03-
ACCRUED INVESTMENT INCOME		ACCRUED EXPENSES	3,287.90-
ACCOUNTS PAYABLE MISC		UNAPPLIED DATA PROCESSING	
PREPAID MTG SERVICES EXPENSE		TOTAL LIABILITIES	429,458.19-
PREPAID INSURANCE	20,563.07		
PREPAID NCUA INSURANCE		SHARES	5,092,143.21-
PREPAID LEAGUE DUES		CHRISTMAS CLUB	12,165.13-
PREPAID EXAM FEES	2,570.90	MONEY MARKET	4,055,674.22-
PREPAID SUPPLIES	4,167.42	CHECKING	2,302,718.04-
PREPAID WEB PAGE		IRA SHARES	1,578,761.14-
PREPAID ADVERTISING	882.73	SHARE CERTIFICATES	6,003,801.80-
PREPAID AUDIT FEES	5,968.53	IRA CERTIFICATES	1,023,053.39-
PREPAID WEBSITE FEES		TOTAL OTHER LIABILITIES	20,068,316.93
PREPAID ATM MAINTENANCE	3,383.56		
PREPAID LOAN PROTECTION ADJ		REGULAR RESERVES	742,856.11-
PREPAID IRA SERVICING		SPECIAL RESERVES	1,310,781.36-
PREPAID MOVIE PASSES	328.00	UNDIVIDED EARNINGS	
TOTAL PREPAID & ACCRUALS	79,151.53		
		NET INCOME (LOSS)	
CONSTRUCTION & PROGRESS			
LAND	22,000.00	TOTAL LIABILITIES & EQUITY	22,551,412.59
BUILDING	369,671.05		
BUILDING DEPRECIATION	246,720.04-		
NET LAND AND BUILDING	144,951.01		
FURNITURE AND FIXTURES	242,393.17		
FURN & FIX DEPRECIATION	205,268.87-		
NET FURNITURE & FIXTURES	37,124.30		
LAND & BLDG IMPROVEMENTS	102,969.95		
LAND IMPROVEMENT DEPRECIATION	92,163.94-		
NET LAND & BLDG IMPROVEMENTS	10,806.01		
WEB PAGE DESIGN DEPREC	7,784.44		
TOTAL FIXED ASSETS	200,665.76		
NCUSIF	180,578.52		
CUNA PREMIUM RESERVE			
DEFERRED COMPENSATION	3,287.90		
TOTAL ASSETS	22,551,412.59		

INCOME AND EXPENSE 12/31/19						
GL CODE	DESCRIPTION	CURRENT MONTH	QTR TO DATE	YEAR TO DATE	BUDGET	%
100-000	***INCOME***					
111-000	INTEREST ON LOANS	-87774.86	-261019.37	-1064763.16	1142000	93.2-
121-000	INCOME FROM INVESTMENTS	-8166.04	-19909.22	-75602.96	43000	175.8-
131-000	FEE INCOME	-23525.91	-73400.83	-318884.07	366000	87.1-
	TOTAL INCOME	-119466.81	-354329.42	-1459250.19	1551000	94.0-
	TOTAL OPERATING INCOME	-119466.81	-354329.42	-1459250.19	1551000	94.0-
200-000	***EXPENSES***					
211-000	SALARIES & BENEFITS	42863.82	118083.83	457244.21	499800	91.4
231-000	TRAVEL EXPENSE	0	265.06	737.52	5000	14.7
240-000	ASSOCIATION DUES	1191.86	3275.36	12901.11	12500	103.2-
252-000	EXPENSE & DEPRECIATION	5517.18	13392.32	59597.4	61000	97.7
261-000	OFFICE EXPENSES	9987.47	29060.27	117577.56	119200	98.6
269-500	CLOSED ACCOUNT EXPENSE	0	0	0	0	
	TOTAL OFFICE OPERATIONS EXP	59560.33	164076.84	648057.8	697500	92.9
270-000	EDUCATIONAL & PROMOTIONAL EXP	3451.24	8811.18	38128.62	47500	80.2
282-000	LOAN SERVICING EXPENSES	6593.21	24669.94	106991.1	107500	99.5
286-000	LOAN INS EXPENSES	127.15	373.65	1687.4	0	
291-000	PROFESSIONAL & OUTSIDE SERVICES	16985.74	51662.78	227099.93	241500	94
300-000	PROVISION FOR LOAN LOSSES	36840	95826	397536	300000	132.5-
303-000	INSURANCE LOAN LOSSES	0	0	0	0	
310-000	MEMBER INSURANCE	1595.42	3679.15	4540.82	0	
311-000	NCUA INSURANCE	0	0	0	0	
322-000	MISCELLANEOUS OPERATING EXP	684.98	4347.63	11143.08	20600	54
	TOTAL OP EXPENSES BEFORE DIV	125838.07	353447.17	1435184.75	1414600	101.4-
	NET OPERATING INCOME	125838.07	353447.17	1435184.75	1414600	101.4-
380-000	DIVIDENDS	17593.51	52168.37	186579.41	155000	120.3-
420-000	GAIN ON DISB OF ASSETS	0	0	0	0	
440-000	OTHER	0	0	0	0	
	NET INCOME AFTER DIV & INT	23964.77	51286.12	162513.97	3120600	5.2