



75th Annual Meeting Report



@myhmfcu

myhmfcu.org

2021

Meeting Agenda

February 25, 2021

- Welcome and Call to Order
- Ascertainment of a Quorum
- Introduction of Board of Directors and Supervisory Committee
- Chairman's Report
- Treasurer's Report
- Supervisory Committee Report
- CEO's Report
- Nominating Committee Report
- Adjournment

Previous Minutes

Annual Meeting Minutes for Meeting held on February 11, 2020

The Annual Meeting of Houston Metropolitan Federal Credit Union was held at The EB Cape Center, 4501 Leeland St.

Rod Newman, Vice Chairman, called the meeting to order at 5:25 P.M. Rod Newman opened by asking everyone to join in for the Invocation delivered by Gina Goosby-Harris. Rod Newman also asked Gina Goosby-Harris to ascertain a quorum. Rod Newman asked to dispense the reading of the previous 2019 Annual Meeting Minutes. The minutes will be approved at the February 2020 Board Meeting. Rod Newman introduced the Board of Directors, along with the Supervisory Committee. He also introduced President/CEO Malcolm René. Malcolm René introduced the Management Team and Staff.

Chairman's Report

Please refer to the Annual Meeting Report. Rod Newman stated that this would complete his report, and would entertain any questions or comments. Rod Newman asked for a motion to accept the Chairman's Report as presented. Naomi Smith made the motion, Wealthia White seconded, motion carried. This concluded the Chairman's Report. Rod Newman called on Sheldon Holder, Chairman, for the Supervisory Committee.

Supervisory Committee's Annual Report

Please refer to the Annual Meeting Report. Sheldon Holder stated that this would complete her report, and that he would entertain any questions or comments. Rod Newman asked for a motion to accept the Supervisory Committee Report as presented. Wealthia White made the motion to accept, Malcolm Rene' seconded, motion carried. This concluded the Supervisory Committee Report.

Treasurer's Annual Report

Rod Newman introduced Linda Williams, Treasurer, who gave the Financial Reports as of December 31, 2019. Please refer to the original 2019 Financial Report. Linda Williams stated that this would complete her report, and that she would entertain any questions or comments. Rod Newman asked for a motion of the acceptance for the Financial Statement as presented. Alma Rido made the motion to accept the Treasurer Report. Wealthia White seconded; motion carried.

Old Business/New Business - None

Nominating Committee Report

Rod Newman called for the Nominating Committee. Emoline Simon, Chairperson. Committee: Vicki Dirden and Janett Askew-Wright.

Two (2) incumbents: Debra Pruitt and Linda Williams. There were no applications from interested candidates. Emoline Simon announced to the Board, Supervisory Committee and membership, that Debra Pruitt and Linda Williams are the continuing Board of Directors for a three (3) year term, with Houston Metropolitan FCU. Rod Newman thanked each candidate, and asked for a motion to accept the Nomination Committee Report as presented. Gina Goosby-Harris made the motion. Alma Rido seconded; motion carried. This concluded the Nomination Committee Report for 2020.

Rod Newman ask that the business meeting be closed, and proceed with the door prizes.

Meeting adjourned at 5:50 pm. Alma Rido made the motion, Patsy Jackson seconded, motion carried.

Note: Annual Meeting attendance was 80.

Chairman's Report

February 25, 2021 ♦ Eric Dargan, Board Chairman

Welcome to the 75th annual meeting of Houston Metropolitan Federal Credit Union. I want to thank you for joining us, and I commend you for taking an active interest in our one-member, one-vote structure and philosophy.

As you will see in the Annual Report, Houston Metropolitan Federal Credit Union performed quite well considering pandemic factors during 2020. Some of the highlights of that report include:

- In 2020 our assets grew considerably, which is one of the primary indicators of how well our members are receiving the products and services we offer. Our current assets are \$71,039,942.19, an increase over 2019 of 17.8%. Membership at Houston Metropolitan now stands at 14,787.
- I'm also pleased to announce that Houston Metropolitan continues to be a well-capitalized financial institution, with a strong net worth ratio of 11.09 percent. To put that in perspective, a net worth position above 7 percent is considered well capitalized by our regulators.
- In total, our 14,787 members have added more than \$8 million to their savings accounts. When we see people putting money away for the future, we hope our efforts to enhance the financial literacy of our members have contributed to this increase.
- You, the member-owners of this institution, have borrowed more than \$19.5 million which added 5,448 new loans in the 2020 fiscal year and reflects some optimism in our economy and trust in your credit union. We thank you for that.
- Favorable interest rates motivated many of you to buy new vehicles. In fiscal year 2020, Houston Metropolitan Federal Credit Union wrote 485 auto loans worth more than \$13.8 million.

As a financial cooperative, we also understand we can have even a greater impact by actively engaging with our local community at large. Houston Metropolitan has always been committed to being a strong corporate partner by being involved with various community initiatives.

So this year, it gives me great pride to announce that Houston Metropolitan was awarded the Pinnacle Award for Public Relations and Community Involvement by the Cornerstone Credit Union League. This award recognizes the top credit unions who give back to their communities through outreach programs, good deeds, volunteering, and goodwill.

I'd like to pause now to recognize my fellow board members for their dedication to this credit union. United in leadership, we are responsible for ensuring your credit union has a capable, qualified, and transparent management team, and I can say without hesitation that we do. The strength of this board's commitment to the highest standards of governance and management is integral to Houston Metropolitan's well-being, sustainability, and prosperity, all supported by our Supervisory Committee.

I'd like to express my deepest confidence in the leadership of Malcolm Rene, the wisdom and guidance of our esteemed board of directors, the commitment of our dedicated staff, and the support and loyalty of our member-owners. We look optimistically into the future because, as this last year has shown, Houston Metropolitan Federal Credit Union is well positioned to face any challenge and seize any opportunity that presents itself in 2021.

Thank you, ladies and gentlemen. I wish you and your families the very best in 2021.

Treasurer's Report

Linda Williams-Hall, Treasurer

Houston Metropolitan Federal Credit Union received an examination by the National Credit Union Association during 2020 and a supervisory audit by Credit Union Resources, Inc. I am pleased to announce both the audit and examination showed us to be exemplary and confirmed that this is an extremely sound financial institution with policies and procedures that fully comply with both federal and state regulation.

Houston Metropolitan Federal Credit Union is always striving to enhance the service and technology of the credit union to better serve our members. As we look ahead to 2021, our credit union will continue to focus on financial strength and serving our membership with revolutionary service as its foundation.

2020 Financial Statement

Assets

Loans	\$	46,775,226.64
Allowance for Loan Loss	\$	(518,279.48)
Cash on Hand	\$	4,383,424.87
Investments	\$	9,952,908.06
Fixed Assets	\$	1,556,422.05
Other Assets	\$	8,890,240.05
Total Assets	\$	71,039,942.19

Liabilities

Accounts Payable	\$	1,881,570.02
Deposits	\$	62,313,094.53
Reserves	\$	6,845,277.64
Total Liabilities	\$	71,039,942.19

Income

Total Income	\$	5,393,701.55
Total Operating Expense	\$	5,599,798.99
Income before Dividends	\$	(206,097.44)
Dividend Expense	\$	159,904.86
Income (Loss) after Dividends	\$	(366,002.30)
Other Non-Operating Income (Loss)	\$	922,843.61
Net Income (Loss)	\$	556,841.31

Supervisory Committee Report

Sheldon Holder, Supervisory Committee Chairman

The Supervisory Committee has the responsibility of overseeing the internal and external audits of your credit union to ensure compliance with governing laws, policies and procedures established by the Board of Directors.

As the member’s representative, the Committee has the responsibility to evaluate the safety and soundness of the overall operations of your credit union, including its Board, management and staff, to ensure that all internal controls, policies and procedures adhere to the governance of the National Credit Union Administration (NCUA).

Based on audit results, the Committee is satisfied that adequate internal controls exist to protect our member accounts and that the financial statements accurately reflect the positive performance and condition of the credit union.

We look forward to 2021 being a great year for our credit union. Thanks to our Board of Directors for their dedication and service to the credit union and to the employees who provide our members great service with a smile – you are greatly appreciated!

Directors and Committee

HMFCU Board of Directors

Eric Dargan, Board Chair
Roderick Newman, Vice Chair
Gina Goosby-Harris, Secretary
Linda Williams-Hall, Treasurer
Victor Ayres, Director
Patsy Jackson, Director
Debra Pruitt, Director

HMFCU Supervisory Committee

Sheldon Holder, Chair
Tameka Hardison, Committee Member
Norma Meadows, Committee Member
Rosalinda Salazar, Committee Member



Own the Experience

myHMFCU.org