



**NORDSTROM**

FEDERAL CREDIT UNION

# **2022 Annual Report**

## **for the 87<sup>TH</sup> Annual Meeting**

JULY 20, 2023

# SUPERVISORY COMMITTEE

*The Supervisory Committee is responsible for ensuring that the Board of Directors and management of the credit union meet required financial reporting objectives and establish practices and procedures sufficient to safeguard members' assets. The Supervisory Committee is a volunteer position.*



MICHAEL WILLSON  
CHAIR



IRENE EVANS  
MEMBER



LEE COHRS  
MEMBER

# BOARD OF DIRECTORS

## 2023 - 2024 Officers

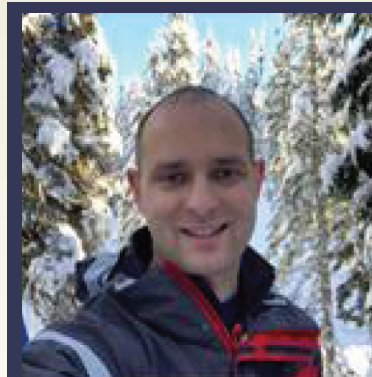
*The Board of Directors is responsible for guiding the credit union's future. They set policies, approve budgets, and oversee the strategic direction of the credit union. The board is a volunteer position.*



SARA CLARKE  
CHAIRPERSON



LAURA JORGENSEN  
VICE CHAIRPERSON



JACOB BERTRAM  
SECRETARY



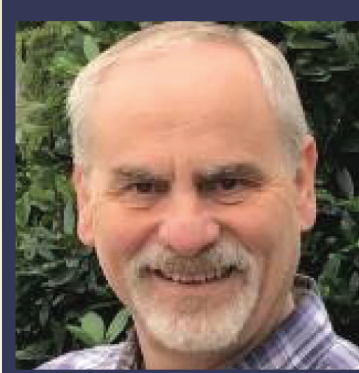
THOMAS COLE  
TREASURER

# BOARD OF DIRECTORS

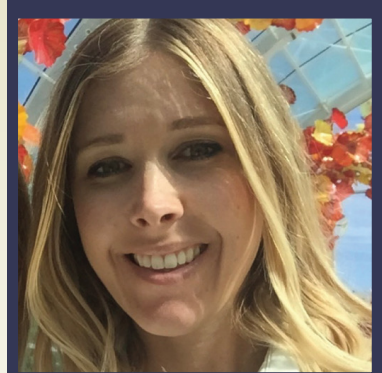
*The Board of Directors is responsible for guiding the credit union's future. They set policies, approve budgets, and oversee the strategic direction of the credit union. The board is a volunteer position.*



MATT CREGO  
DIRECTOR



LEE COHRS  
DIRECTOR



AMANDA DESSEL  
DIRECTOR



ANGELA FERTITTA  
DIRECTOR



ALLIE NELSON  
DIRECTOR

# Report from the Chair

- Net Worth/Capital: We ended the year at 7.78%, beating our year-end objective of 7.25%
- Net Charge Offs: We ended the year at 0.19%, slightly above our year-end objective of 0.15% or lower
- ROAA: While we expected to end the year at .15. We ended at a .20
- Membership Growth: We ended the year at -1.81, missing our year-end objective of 0.50%; but a big improvement over last year's -3.14



# 2022 FINANCIAL REPORT

## YEAR -END BALANCE SHEET

	Dec. 31, 2021	Dec. 31, 2022
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Gross Loans	25,592,785	32,870,041
Allow Loan Loss	-230,512	-199,724
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Net Loans	25,362,273	32,670,317
Sub Cash & Due	19,724,442	5,222,015
Total Investment	17,368,150	21,598,059
Sub Fixed Assets	1,313,385	1,424,228
Sub Other Assets	1,410,503	1,265,165
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<b>TOTAL ASSETS</b>	<b>65,178,753</b>	<b>62,179,784</b>
Sub Other Liab	-424,320	-621,711
Sub Reg Shares	-59,293,339	-56,169,111
Sub Certificates	-749,554	-559,746
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<b>Total Shares</b>	<b>-60,042,893</b>	<b>-56,728,857</b>
Unrealized AFS Gain/Loss	-4,453	7,892
Total Equity	-4,707,087	-4,837,108
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<b>TOTAL LIAB &amp; EQ</b>	<b>-65,178,753</b>	<b>-62,179,784</b>

# 2022 FINANCIAL REPORT

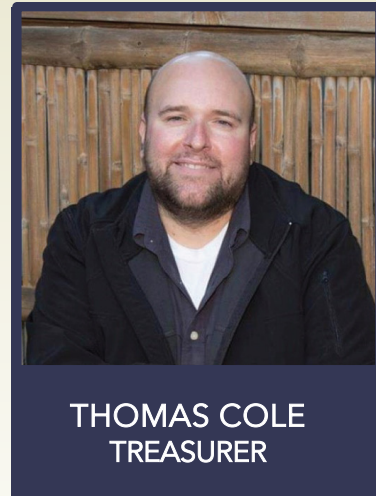
## YEAR-TO-DATE INCOME STATEMENT

	Dec. 31, 2021	Dec. 31, 2022
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Tot Int on Loans	1,009,954	-1,256,141
Sub Cash Interest	23,247	-87,509
Total Int on Inv	17,161	-267,311
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<b>TOTAL INT INCOME</b>	<b>1,050,362</b>	<b>-1,610,961</b>
Sub Reg Shares	71,720	36,910
Sub IRA/Cert. Dividends	1,418	840
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Total Dividends	73,138	37,750
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<b>TOTAL INT EXP</b>	<b>73,138</b>	<b>37,750</b>
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<b>NET INT INCOME</b>	<b>977,224</b>	<b>-1,648,711</b>
TOT NON INT INC	723,805	-493,325
TOT NON INT EXP	1,860,201	1,942,257
PROV LOAN LOSSES	-80,989	-5,742
GAIN/LOSS DISP ASSETS	0	0
INC BEFORE ADJS	-286,655	-124,279
NET ADJUSTMENTS	-80,989	-5,742
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<b>NET INCOME</b>	<b>-205,666</b>	<b>-130,021</b>



# Report from the Treasurer

- Expenses remained low, due in part to the change of our card processing company.
- Annual income was \$130,021.
- Loan delinquency remained low and the allowance for loan loss is adequately funded.
- Credit Union total assets decreased \$3,000,000, finishing the year with assets of \$62,179,785.
- Credit Union capital ratio is healthy at 7.28%
- Credit Union Return on Assets (ROA) ratio is 0.90%





# Report from the Supervisory Committee

- Committee performs audits and verification of member accounts annually
- No reportable observations or exceptions from the 2022 audit
- No complaints from any members
- Thank you to the Board, credit union management, and staff for continued support



# Report from the Nominating Committee

- There were three nominations for three open positions.
- We will not be taking nominations from the floor at today's meeting.



SARA CLARKE  
CHAIRPERSON



**NORDSTROM**  
FEDERAL CREDIT UNION

# Report from the Nominating Committee

- These three candidates were appointed by acclamation in accordance with credit union bylaws:
  - Jacob Bertram, three-year term
  - Matt Crego, three-year term
  - Allie Nelson, three-year term



# Report from the President/CEO

- Partnered with another credit union to provide mortgage loans throughout the entire United States
- Launched mobile deposit capture
- Developed youth account that pays 5% APY for the first \$500 deposited
- Upgraded debit and credit cards with tap technology
- Participated in our first Nordstrom employee virtual fair
- Thank you for your membership – please tell your co-workers they are eligible to join the credit union!



SHELLI MILLHUFF  
CEO



# Thank You

## We are grateful for your business



**NORDSTROM**  
FEDERAL CREDIT UNION