



NORDSTROM
FEDERAL CREDIT UNION

88TH ANNUAL REPORT

MARCH 27, 2024

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

Report from the Chair

- **Net Worth/Capital:** We ended the year at 9.24%, beating our year-end objective of 8.25% and 146 basis points better than last year.
- **Net Charge-Offs:** We ended the year at 0.83%, slightly above our year-end objective of 0.18% or lower
- **ROAA:** While we expected to end the year at .44. We ended at a .60
- **Membership Growth:** We ended the year at 2.65%, greatly exceeding our objective of 0.50%; and far better than our negative growth last year.



BOARD OF DIRECTORS

2024 - 2025 Officers

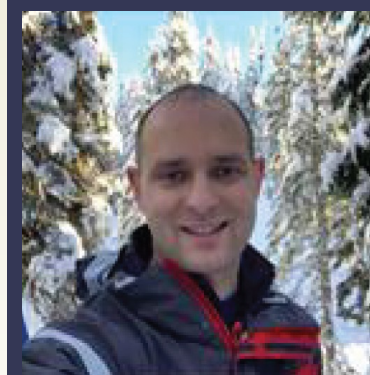
The Board of Directors is responsible for guiding the credit union's future. They set policies, approve budgets, and oversee the strategic direction of the credit union. The board is a volunteer position.



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.



LEE COHRS
DIRECTOR



MATT CREGO
DIRECTOR



AMANDA DESSEL
DIRECTOR



ANGELA FERTITTA
DIRECTOR



ALLIE NELSON
DIRECTOR

2023 FINANCIAL REPORT

YEAR -END BALANCE SHEET

Month-End Balance Sheet

	Dec. 31, 2022	Dec. 31, 2023
-----	-----	-----
Gross Loans	32,870,041	38,340,265
Allow Loan Loss	-199,724	-145,511
-----	-----	-----
Net Loans	32,670,317	38,194,754
 Sub Cash & Due	 5,222,015	 220,117
 Total Investment	 21,598,059	 15,713,321
Sub Fixed Assets	1,424,228	1,307,631
Sub Other Assets	1,265,165	1,284,275
-----	-----	-----
TOTAL ASSETS	62,179,784	56,720,097
 Sub Other Liab	 621,711	 1,830,275
 Sub Reg Shares	 56,169,111	 43,236,482
Sub Certificates	559,746	6,416,639
-----	-----	-----
Total Shares	56,728,857	49,653,120
 Unrealized AFS Gain/Loss	 -7,892	 -6,604
Total Equity	4,837,108	5,243,305
-----	-----	-----
TOTAL LIAB & EQ	62,179,784	56,720,097
=====	=====	=====

2023 FINANCIAL REPORT

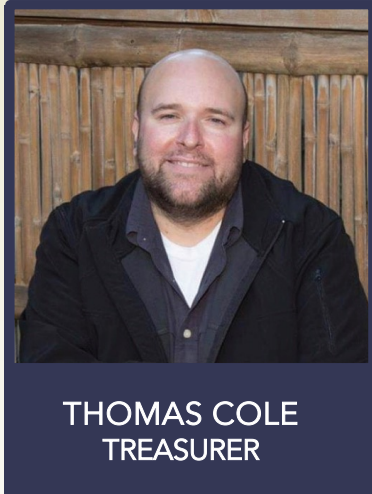
YEAR-TO-DATE INCOME STATEMENT

Year-to-Date Income Statement

	Dec. 31, 2022	Dec. 31, 2023
-----	-----	-----
Tot Int on Loans	1,256,141	1,843,062
Sub Cash Interest	87,509	34,646
Tot Int on Inv	267,311	272,128
-----	-----	-----
TOTAL INT INCOME	1,610,961	2,149,836
Sub Reg Shares	36,910	204,062
Sub IRA/Cert. Dividends	840	3,123
-----	-----	-----
Total Dividends	37,750	207,186
-----	-----	-----
TOTAL INT EXP	37,750	207,186
-----	-----	-----
NET INT INCOME	1,573,210	1,942,650
TOT NON INT INC	493,325	715,074
TOT NON INT EXP	1,942,257	1,997,365
PROV LOAN LOSSES	-5,742	254,235
GAIN/LOSS DISP ASSETS	0	5
INC BEFORE ADJS	124,279	660,354
NET ADJUSTMENTS	-5,742	254,235
-----	-----	-----
NET INCOME	130,021	406,119
=====	=====	=====

Report from the Treasurer

- Expenses increased, primarily due to the higher dividends we paid our members in 2023
- Our income also increased. It was \$406,119.
- While loan delinquency increased, we are still within reasonable limits and the allowance for loan loss is adequately funded.
- Credit Union total assets decreased \$5.4 million, finishing the year with assets of \$56,720,097.
- Credit Union capital ratio is healthy at 9.24%
- Credit Union Return on Assets (ROA) ratio is 0.60%



Report from the Supervisory Committee

- The committee monitors and guides operations at the Credit Union.
- The committee performs audits and verification of member accounts annually.
- No member complaints.
- No procedural irregularities.
- No reportable observations that required any Supervisory Committee investigations.
- 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:
 - Thomas Cole, two-year term
 - Amanda Dessel, two-year term
 - Lee Cohrs, two-year term



Report from the President/CEO

- Welcomed 137 new members.
- Helped 504 families purchase a new car or qualify for a personal loan.
- We safeguarded over \$49 million dollars in member deposits.
- Upgraded our digital banking service.
- Offered amazingly competitive rates on our checking and savings accounts as well as CDs.
- Thank you for your membership – please tell your co-workers they are eligible to join the credit union!



SHELLI MILLHUFF
CEO

Thank you for your
business. We are
grateful for your
membership.



NORDSTROM
FEDERAL CREDIT UNION