



evergreenDIRECT
Credit Union

68th Annual Meeting
2020 Annual Report

March 15, 2021

Statement of Financial Condition

ASSETS	<u>12/31/20</u>	<u>12/31/19</u>
Cash	\$369,901	\$446,386
Loans	\$35,623,447	\$39,730,275
Investments	\$31,246,640	\$11,591,578
Land & Building	\$3,680,687	\$3,737,737
Fixed Assets	\$139,513	\$183,370
Other Assets	\$1,945,575	\$1,981,083
TOTAL	\$73,005,763	\$57,670,429

LIABILITIES & EQUITIES

Shares	\$64,228,350	\$48,863,169
Notes Payable	\$0	\$0
Accounts Payable	\$547,599	\$769,108
Reserves	\$853,258	\$853,258
Undivided Earnings	\$7,204,307	\$6,925,748
Other Liabilities	\$172,249	\$259,146
TOTAL	\$73,005,763	\$57,670,429

A Message from Our CEO and Board Chairman

2020 will go down as a year most of us will not soon forget. The pandemic continues to grip the world and has restricted virtually all business activity and is having a lasting impact on members nationwide. Fortunately, evergreenDIRECT over many years, with prudent financial discipline has remained very financially sound. eDCU will continue to weather the storm as we look to the future and a re-opening of the economy. Many experts are predicting rapid growth for the 2nd half of 2021. eDCU will be here providing the best products and world class service that our members have come to expect. We will continue to focus on doing what is right for the communities we serve and help everyone write their financial story.

As a not-for-profit local credit union, we are committed to staying connected to the communities we serve. We will be revamping our Community Connections team this year, due to COVID 19 this outreach was halted because of restrictions. We will support volunteering and additional contributions to the community once its healthy to do so in 2021. This support will include allowing staff to volunteer during work hours to assist community organizations. In the years to come, eDCU will focus on building relationships within our community and continue assisting those who need financial help. We will share more with all of you as this effort picks up momentum.

eDCU's charter allows us to serve anyone who lives in Washington State, from all walks of life, and in any stage of life. We are member owned and very proud to serve those members with high quality, flexible services at a reasonable price. Whether it's a checking account, sending kids off to college, saving for a rainy day, investing wisely, planning weddings, financing necessities such as vehicles or recreational toys, or retirement related activities, we are YOUR financial institution for life. On a special note, I wanted to say how excited I am to be the new President/CEO at evergreenDIRECT. I'm humbled to lead such faithful membership, along with a fabulous, caring credit union staff. This has been a dream come true for me. I take this responsibility with the utmost seriousness, and with the support of the board of directors, taking the credit union to the next level.

Thank you very much for the support of eDCU! Please be sure to let us know how we can help you write your financial success story.
- JP



Save to Win is a prize-linked savings account – this means participants can win prizes based on their savings activity! When you Save to Win, you not only get a chance at winning \$1,000's, but you walk away with the deposits you made over the year – plus dividends. A definite win-win situation!

- 12-month share certificate
- Unlimited deposits
- Every \$25 increase in month-over-month balance generates an entry into the monthly, quarterly and annual drawings
- Save to Win offers the excitement of the lottery without the risk
- Members keep all the money they use to enter, plus interest
- Automatic deposits can be set up for members so they build savings without thinking about it

Come by either of our financial centers to get started. Visit our website for official rules.

2021 Annual Meeting Agenda

Business Meeting:

1. Call to Order
2. Approve 2020 Annual Meeting Minutes
3. Chairman's Report
4. President's Report
5. Report from Audit Committee Chair
6. Old Business
7. New Business
8. Good of the Order

evergreenDIRECT Credit Union
Audit Committee Annual Report
March 15, 2021

As volunteer members of the Audit Committee, we are dedicated to ensuring the safety and soundness of our policies, procedures, and practices as well as the financial position of evergreenDIRECT Credit Union. One of our responsibilities is to confirm the Credit Union's financial condition is stated accurately. We work to ensure the accuracy of records, make sure member deposits are adequately protected and that operations are in compliance with all federal and state regulations, as well as our own bylaws, policies, and procedures. We do this with the assistance of the Credit Union's senior management and accounting firms who conduct independent reviews of our financials and operations.

In addition to our regulatory risk examination conducted by the State of Washington Department of Financial Institutions – Division of Credit Unions, we also worked with the CPA firm Hauser, Jones & Sas for a Full Opinion Audit; Intrinium for a review of key IT controls; and Your Credit Union Partner to conduct an audit of our ACH and SAFE Act policies and procedures. Based on our activities and the results of these audits, reviews and exams, your Audit Committee believes that the Credit Union is performing appropriately to sustain a safe and secure future; and that it is well managed with a strong commitment to serving the membership.

As your elected representatives, the Audit Committee will continue to perform oversight activities so that we are confident members' financial interests are well protected.

I wish to thank my fellow committee members, Cyndi Presnell and Carolyn Young, for their dedication and commitment to the Credit Union and our valued members. A special thank you goes to Credit Union senior staff member VP of Compliance and HR, Mary Ann Johnson for her hard work and outstanding support. The Committee wishes to thank the Board for their support and cooperation throughout the year.

On behalf of the entire Committee, we appreciate the opportunity to serve the members of evergreenDIRECT Credit Union and look forward to a secure and successful future.

Sincerely,

M. Earlene Fantz | Chair, Audit Committee
Cyndi Presnell | Secretary, Audit Committee
Carolyn Young | Member, Audit Committee





Call to Order

The 67th annual business meeting of eDCU was called to order by Chairman Michael Ricchio at 5:35 pm at the Tumwater Financial Center. A quorum was declared present.

Report from Board Chair

Board Chair, Mike Ricchio introduced himself and welcomed members and guests. He explained that the meeting would be brief and no food or giveaways were being distributed due to the COVID-19 Pandemic and the Governor’s Social Distancing guidance. He had considered cancelling but due to our requirements to hold an Annual Meeting decided to proceed as long as proper distancing and sanitary standards were adhered to. He discussed how CU’s have begun closing lobbies and that eDCU would likely take similar actions for the safety of staff and members. He assured members that we will be open and serving members, but it will look differently for a period to include things like in branch visits requiring an appointment.

He determined quorum requirement was satisfied and covered the documents included in the packets given to members attending, pointing out that minutes for 2019’s Annual Meeting were included. He asked if the attendees wanted him to read through them or if they wanted to dispense with reading of previous year minutes. He received a motion from the floor to dispense with reading the minutes.

Motion to dispense with reading 2019 Annual Meeting	Received from the floor
Second	Received from the floor
Opposed	None
Outcome	Approved

Mr. Ricchio asked for a motion to approve the 2019 Annual Meeting minutes and that was approved.

Motion to approve 2019 Annual Meeting minutes	Received from the floor
Second	Received from the floor
Opposed	None
Outcome	Approved

Ricchio discussed the job of a board member and encouraged members to consider running for a position. The eDCU Board had 2 positions up for election this year and 3 candidates applied for those positions. The member votes for the election were collected and compiled by a 3rd party. The 2 candidates elected were Scott Collins, a current Board member and new Board member, Jordan Elwanger. Mr. Ricchio introduced the Board and Audit Committee members and new Associate Board member, Amy Tiemeyer.

President’s Report

Mr. Danz introduced the staff in attendance and thanked the members for attending. There were no questions from the membership.

Audit Committee Report

Chairman Ricchio introduced the Audit Committee members. He explained that members Carolyn Young and Cyndi Presnell came on as new appointments, not replacing anyone, therefore they should have been re-elected at the 2019 Annual Meeting but due to an oversight, that did not happen. At this meeting, a motion will be made for re-election by consent of Carolyn Young for an initial 2-year term, expiring in 2020 and Cyndi Presnell for a 3-year term, expiring in 2022. Then Carolyn Young will have to have a motion to be re-elected for a 3-year term, expiring in 2023.

Mr. Ricchio asked for a motion from the members to confirm election of Audit Committee Members.

Motion to approve election of Audit Committee Members as Presented	Received from the floor
Second	Received from the floor
Opposed	None
Outcome	Approved

Audit Committee Chair, Earlene Fantz talked about the role of the Committee and the annual audit they direct. She encouraged members to volunteer.

Old Business

There was no Old Business presented.

New Business

Chairman Ricchio talked about the upcoming year and the Board's Community Connections Committee. He introduced Cheryl Rich as the Board member sitting on the Committee with staff. The goal of the Committee is to allow for staff to have paid time to volunteer and for the CU to get involved in events or organizations benefitting our local communities. The Committee is still gathering ideas for how to best accomplish the goals.

Good of the Order

A member had questions regarding the delay in the Visa Rewards conversion and staff explained reason for the delay. There were no further questions.

Chairman Ricchio thanked the attendees and adjourned the meeting at 6:05 pm.

Respectfully submitted

Johanna Lohr

Thank you to Our Volunteer Officials

2020 Board of Directors

Mike Ricchio, Chairman
Susan Girsch, Vice-Chair
Jim Sherry, Sec/Treasurer
Jordan Elwanger
John Nispel
Scott Collins
Cheryl Rich

2020 Associate Board Member

Amy Tiemeyer

2020 Audit Committee

Earlene Fantz, Chair
Carolyn Young, Secretary
Cyndi Presnell



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