

*We Remember*



**57**<sup>th</sup> ANNUAL MEETING  
April 23, 2020

# A MESSAGE FROM THE CHAIRMAN AND PRESIDENT

Sometimes in life, and in finances, the unexpected happens. We understand that better than most. In 1995, we lost over half of our staff in the Oklahoma City bombing. That day we learned the tough lessons of loss and adversity. But over time, we also learned about hope, renewal, and that Oklahoma spirit of picking yourself up and forging on.

We rebuilt our Credit Union on stronger bonds, stronger unity, and stronger ideals. Today, we honor those we loved and lost by continuing to serve our community, and by extending grace and compassion to those that walk in our doors.

Experience the Allegiance Credit Union difference.

**Mel McVay**  
Chairman of the Board



**Amy Downs**  
President/CEO



**Vanessa Thurman**  
Incumbent

Vanessa Thurman retired from the U.S. Probation Office, as the Chief U.S. Probation Officer Western District of Oklahoma, with 26 years of service and the Oklahoma Halfway House with 8 years of service.

Vanessa has been a member of Allegiance for over 25 years. She was appointed to the Board of Directors in 2007 and is currently serving as the Vice-President of the Board, Chairperson of the Personnel Committee, member of the Security Committee, and Vice-Chairperson of the Policy and Planning Committee.

Vanessa has a BA in Criminal Justice Administration, MA in Criminal Justice Administration and Management from the University of Central Oklahoma.



**Carrie Evans**  
Incumbent

Carrie Evans is currently a consultant with General Dynamics Information Technology. Carrie was with the State of Oklahoma, Health Care Authority for 27 years serving as: Director of General Accounting, Director of Budget, Chief Financial Officer and Deputy CEO.

She was appointed to the Board of Directors in 2012. She serves on the Asset Liability Management Committee.

Carrie has a BBA with a major in Accounting from the University of Oklahoma.

**BOARD OF DIRECTORS ELECTION**

# 56TH ANNUAL MEETING MINUTES

The 56th Annual Meeting of Allegiance Credit Union was held on Saturday, March 23rd, 2019. Located at the National Cowboy and Western Heritage Museum in Oklahoma City. Dinner was served to approximately 626 guests with 64 of those being children under the age of 10.

Chairman McVay welcomed everyone and called the meeting to order.

**Chairman's Comments:** Chairman McVay motioned to approve and dispense with the reading of the minutes from the March 24th, 2018 Annual Meeting. Motion was seconded. Motion approved.

**President's Report:** President Mrs. Downs welcomed everyone. Mrs. Downs presented the President's report to the members. President's report received.

**Treasurer's Report:** Mr. Hargrove presented the Treasurer's Report to the members. Treasurer's report received.



**Chairman's Report:** Chairman McVay presented the Chairman's report to the members. Chairman's report received.

**Election Results:** Mrs. Kim Young, Chairperson of the Nominating and Election Committee, presented the official 2019 Board Members election results that were received by the committee from the Allegiance Credit Union members. The candidates elected are Ms. Jeri Brooks, Mr. John Cooper and Mr. Lance Haffner. These candidates will serve a three year term on the Board of Directors for Allegiance Credit Union.

**New Business:** Chairman McVay asked if there were any items for new business. There were no new items presented.

**Adjournment:** Chairman McVay asked for a motion for adjournment of the 2019 Allegiance Credit Union Annual Meeting. Motion was made and seconded. Motion to adjourn approved.

Emcee Mr. Beene and Ms. Gonzaque hosted games and awarded prizes throughout the evening.

Certified true and correct copy to the Minutes of the Annual Meeting held March 23rd, 2019.

**Angela Holland**  
Recording Secretary

**Mel McVay**  
Chairman

# CREDIT MANAGERS REPORT

What a year for loan growth at Allegiance Credit Union! The National Credit Union Association reported the median loan growth for Oklahoma Credit Union's between 5-6%. ACU blew the competition out of the water with an incredible 13% loan growth. Much of this growth can be attributed to the revitalization of ACU's indirect lending program, new mortgage loan solutions, and loan promotions all aimed at providing great loan products and services to fulfill our members' needs.

ACU's mortgage loans grew substantially in 2019 with the introduction of two new products. VA loans and Down Payment Assistance loans were both added to ACU's mortgage product suite in 2019. We are looking forward to 2020 and are eager to continue our growth and presence as a comprehensive mortgage lender for new and existing members of ACU.

As always, ACU remains eager and able to help finance its member's financial needs. With enhancements in technology, new product offerings, and various promotions, ACU is looking forward to another exciting year working with you, our members and owners while growing our loan portfolio.

## Loans By Category

New Auto	\$45,585,911.65
Used Auto	\$59,127,658.90
Other Consumer	\$19,790,398.41
Mortgage	\$66,362,723.88
Participation	\$8,382,302.80
Business	\$4,300,984.03



As we near the 25th anniversary of our credit union's darkest hour, Allegiance Credit Union had one of its brightest years and Allegiance's future looks brighter than ever. Financially we had one of our greatest years. In 2019:

- Gross loans increased over \$23 million to \$203 million,
- Investments totaled over \$47 million,
- Assets increased over \$18 million to almost \$284 million,
- Member shares increased over \$16 million to over \$257 million,
- Dividends totaled over \$1.8 million, and
- Allegiance Credit Union has a total membership of 24,890.

All these numbers reflect that Allegiance had a prosperous and fruitful 2019, the best year in decades. This success reflects on Allegiance's management, staff and you, its membership.

As a result, I want to thank all these groups - management, staff, membership, Board of Directors, and Supervisory committee. After all everyone I mentioned is just us, all of us here and those members not here. Your support trust and participation makes Allegiance exceptional and ensures the continued growth and success of our Credit Union.

**Jim Hargrove**  
Treasurer

**TREASURER REPORT**

# FINANCIAL STATEMENT

## ASSETS

Loans	\$203,549,980
Allowance for Loan Loss	(\$1,879,805)
Cash	\$21,347,558
Investments	\$47,705,876
Land & Buildings	\$5,517,480
Other Assets	\$7,630,437
Total Assets	\$283,871,526

## LIABILITIES AND EQUITY

Accounts Payable	\$635,914
Accrued Expenses	\$788,442
Member Shares	\$257,610,827
Reserves	\$24,836,343
Total Liabilities and Equity	\$283,871,526

## STATEMENT OF INCOME

Interest on Loans	\$9,076,015
Income from Investments	\$1,835,600
Other Income	\$4,114,796
Total Income	\$15,026,411

## INCOME DISTRIBUTION

Dividends Paid to Members	\$1,800,125
Operating Expenses	\$10,828,095
Provision for Loan Loss	\$1,330,067
Reserve Transfer	\$1,068,124
Total Income Distribution	\$15,026,411



The Board of Directors appoints the members of the Supervisory Committee. The Committee is responsible for determining that the credit union records are properly maintained, prudent level of internal control is in place, and the credit union operates in compliance with laws, regulations and the Board of Directors' policies and directives.

We engaged the CPA firm of Finley and Cook, PLLC to complete a certified audit of the credit union as of September 30, 2019. Their opinion letter stated that financial statements presented fairly the financial position of Allegiance Credit Union.

We utilized the consulting services of Credit Union Resources this year to complete reviews relating to compliance with laws and regulations. We also have an Internal Auditor, Dean Atchison. He completes a schedule of internal audits and reviews approved by the Committee and the Board of Directors. He determines that the credit union maintains a prudent level of internal control and operates within the Board of Directors' policies and directives. Both of these reports provides assurance that Allegiance Credit Union is operating safely and effectively.

I would like to thank each volunteer member of the Supervisory Committee for the time they spend fulfilling their responsibilities to the members of the credit union. The 2019 members of the Committee included Sharon Haley, John Norberto, Mike Kelley, Tim Van Horn and Stacy Dawson.

In addition, I would like to thank the management and employees of the credit union for the assistance and cooperation they give the Committee throughout the year.

**Sharon Haley**  
Chairman

## SUPERVISORY COMMITTEE REPORT



A Community  
United.

# A COMMUNITY UNITED

