MEMBER PREFERRED

FEDERAL CREDIT UNION

1935-2020

85Th ANNUAL OWNERS MEETING

MAY 11, 2021

Good *morning* I'm *Misty Miller*, the chief executive officer of Member Preferred FCU, and I'd like to welcome you to our *85th* annual meeting. Thank you for making it a priority to join us and for your active interest in your credit union.

You know, you're one of the most important people in the credit union industry: a member-owner. Your initial deposit was your share in *MPFCU,* and it empowered your voice in your financial institution. Credit unions operate on a "one member, one vote" principle, so when you participate in the voting process, you're contributing to the growth and potential of your credit union.

Every person in America and every financial institution has had to face the challenges of the COVID-19 pandemic. *MPFCU* is no different. Your health and safety, and the health and safety of our staff, are important to us, so in 2020 we enacted certain protocols to minimize exposure, especially for our members, while ensuring you have access to your money and our full array of services whenever you need them.

> Remember, *MPFCU* has a variety of online capabilities that minimize your need to visit us in branches unless necessary. We hope the technical advancements we've made will help you feel confident about the security of your money and your ease of access to it.

As your financial first responder, your credit union went to great lengths to help members and our community through the most challenging year in modern times. Because that's what we're here for: your financial well-being.

From a business perspective, your credit union continues its steady trajectory forward and upward, with our focus finely tuned to the things that really matter to our members. As such, we were able to bring our "people helping people" philosophy to life in ways that helped not only our members, but our communities.

As we navigate the challenges of 2021, we promise that *MPFCU* will continue to grow responsibly while listening and responding to your needs. As our member-owners, you are integral to our credit union family, and we are sincerely grateful that you've chosen Member Preferred FCU as your financial partner. We wish you a healthy and prosperous 2021.

Thank you, Misty Miller

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Minutes of the 84th Annual Meeting of Member Preferred FCU held May 12, 2020.

Welcome – J W Wilkinson

After a quorum was established, (15 members) J. W. Wilkinson called the Meeting to order at 11:00 a.m.

The minutes of the last meeting held May 7, 2019 were handed out at door along with the 2019 Year End Financial Report, Loan Officer Report, Supervisory Report, President's Report and Nominating Report.

Minutes

1. The Chair will entertain a motion to dispense with reading and approval of the minutes as written.
2. A motion was made by **Dana Roderick**
3. Motion seconded by **Misty Miller**
4. All in favor? - - opposed?
5. So ordered

There is no unfinished business, so we will proceed with the new business, the election of Directors.

1. The Nominating Committee was comprised of **James (JW) Wilkinson, James Martinez** and **Steve Sims**.
2. The Chair will now call on **Steve Sims** to read the report of the Nominating Committee. The nominees are **James (Bo) Stewart, Mike Culp** for a two year term.
3. Chair will now entertain nominations from the floor.
   Are there any nominations from the floor?
   Are there any nominations from the floor?
   Are there any nominations from the floor?
4. Hearing none – is there a motion that the nominations be closed and that the nominees be elected by acclamation?
   a. A motion was made by **Louise Wilkinson**
   b. Seconded by **James Martinez**
   c. All were in favor and the nominees were elected as stated.

The floor was opened for new business, questions, suggestions and comments. **No new business**

No drawing this year due to Covid. +++++++++++++++

Meeting adjourned at 11: 20 a.m.

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Year End Financial Statement

2020

Loans	10,330,065.45	Accounts Payable	92,958.63
Less Allowance for Loan Loss	(69,948.82)	Dividends Payable	23,858.95
Cash	4,994,453.98	Taxes Payable	-
Investments	500.00	Other Liabilities	5,743.02
All Other Assets	792,208.94	**Total Liabilities**	**122,560.60**
		Shares	14,167,271.85
		Regular Reserves	152,131.60
		Undivided Earnings	1,605,315.50
		Total Equity	**15,924,718.95**
Total Assets	**16,047,279.55**	**Total Equity & Liabilities**	**16,047,279.55**

Delinquent Loans	10	**Amount**	55,670.36
Number of Members	1323		-
Loans Made in 2020	616	**Amount**	5,400,641.39
Loans Made Since 7/01/35	266,154	**Amount**	63,647,399.61
Gross Income	944,717.48		
Expenses - Including Dividends	899,233.34		
Transferred to Undivided Earnings	45,484.14		

Respectfully Submitted

Steve Presley, Treasurer

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MEMBER PREFERRED

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May 11, 2021

President's Report

The Board of Directors held 12 regular and 0 special meetings in 2020. Eighteen loans were charged off for a total of $57,935.80. We recovered $5,187.24 on charged off loans in 2020.

We are paying split rate dividends on savings accounts. The breakdown is as follows:

$50.00 — 9999.99
$10,000.00 — 24,999.99
$25,000 and up

Dividend rates for all of 2020 were .50, .60 and .75%. Rates for CD's and Club Accounts varied throughout the year. We offer competitive rates with backing through the National Credit Union Administration. All accounts are insured up to $250,000, and limits can be increased with changes in joint owners or Payable on Death accounts.

The current board consists of James Wilkinson, James Stewart, Steve Presley, James Martinez and Mike Culp. Denise Fabianke serves as chairman of the Supervisory Committee along with Steve Sims and Jacque Caldwell.

The board and staff of MPFCU still believe in this credit union and will do everything possible to maintain it as a viable organization. We are optimistic about 2021 and the years to come and hope you understand how strongly we are committed to this credit union.

Respectively submitted,

James (J.W.) Wilkinson, President

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May 11, 2021

Supervisory Committee Report

The last annual External Audit of Member Preferred FCU was conducted in December 2020 by Waypoint.

The NCUA Federal Examination was conducted as of March 31, 2020 by NCUA Examiner Dennis Martinho.

The Supervisory Committee meets several times throughout the year to do surprise cash counts, send out verification of new and closed accounts, and monitor paid ahead and dormant accounts.

Respectfully submitted,

Denise Fabianke, Chairman

Steve Sims

Jacque Caldwell

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May 11, 2021

LOAN OFFICER REPORT

In 2020 the Loan Officers approved 616 loans and rejected 31. A total of $5,400,641.39 was loaned to members.

The Board of Directors set up the following rates regarding loans effective January 01, 2020

SHARE LOANS – 3.75% on loans fully secured by shares.

NEW & USED VEHICLE LOANS

Range from 3.99% to 15.75%. Maximum loan term 72 months.

SIGNATURE LOANS
Signature loans range from 8.75% to 18.00% depending on the quality of your credit.
Maximum term 24 - 36 months.

Respectively submitted,

_____
Misty Miller

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May 11, 2021

Nominating Committee Report

To: Members of the Member Preferred Federal Credit Union:

At a meeting of the nominating committee, the following were recommended for a two year term:

James (JW) Wilkinson
James Martinez
Steve Presley

Respectfully submitted,

James (Bo) Stewart

Mike Culp

Steve Sims

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