



**2022 ANNUAL REPORT
VERITAS FEDERAL CREDIT UNION**



VERITAS
FEDERAL CREDIT UNION

Welcome to our 2022 annual report. This report, summing up our 49th year, shows that we continue to grow, prosper, and expand to better serve our members' needs. On behalf of the volunteers and staff of Veritas Federal Credit Union, I'm grateful to report, once again, that the viability of our financial institution has been affirmed by both the NCUA examination and a CPA audit.

Despite high inflation, a volatile labor market, and crypto crashes during the year, the economy as a whole has returned to the pre-pandemic growth trajectory.



The staff at VFCU continues work to accomplish our multi-year strategy to offer more digital tools for members. In 2022, we began offering online account opening as well as easier and more efficient online loan application processes. We are happy to be streamlining your financial processes.

In addition, near the end of Q3, we were approved for a large expansion of our field of membership. We now have access to the potential of new members within 21 census tracts in Rutherford County, Tennessee, and 21 census tracts in Holmes, Yazoo, and Madison counties in Mississippi. This opens our credit union to be able to serve more of the communities in which we live and work, while still faithfully serving our current membership. In addition, our digital expansions are helping people who have little access to area banking to be able to bank 24/7/365.

In the fall, VFCU hired a business development coordinator to help to build our reputation and connections in the newly-acquired Field of Membership. Soon after coming on board, he helped to secure the City of Durant, MS, as a new Select Employer Group, providing credit union service to the employees from that city.

With all of the market uncertainty, along with our ongoing digital projects, we had planned for 2022 to be bearish. Yet, despite a loss for 2022, the team worked diligently to mitigate the forecast and ended in a better position than originally planned.

Thank you for placing your trust in Veritas. As we head into our 50th anniversary celebration year, we continue to work to better serve our members' needs. The Board, Supervisory Committee, and staff at VFCU thank you for your ongoing support.

Michelle Garcia, Chair, Board of Directors

The Supervisory Committee is the credit union's audit committee—a kind of "watch dog" for the members. The Committee has oversight in the areas of compliance, fraud prevention, proper risk assessment and cash management, and is also available for members in case of any personal issues that cannot be resolved by credit union management. The Committee consists of members who have volunteered, and who were appointed by the Board of Directors.

The Committee's role includes continuing to ensure VFCU management and the Board of Directors fulfill their responsibilities as good stewards of the members' money. This is partly accomplished through regular audits and onsite visits at each of the credit union's locations. Symphony, LLC, a division of VolCorp, conducts our supervisory audit. A complete and thorough audit of our financial records was conducted and confirmed that the financial statements of Veritas Federal Credit Union fairly represent the credit union's financial condition.

As members of the credit union, we take seriously the obligation and responsibility to ensure the safety and soundness of Veritas Federal Credit Union and its ongoing operations. On behalf of Ccommittee members Bryan Pennartz and Victor Keyes, thank you for this opportunity to serve.

Mike Davis, Supervisory Committee Chair

2022 Annual Report

Veritas Federal Credit Union

Consolidated Statement of Financial Conditions

Veritas Federal Credit Union

	Statement of Year End Income		
	2022	2021	2020
Interest Income			
Interest on Member Loans	1,856,436	1,671,766	1,751,786
Interest on Investments	60,748	44,727	119,948
Total Interest Income	1,917,184	1,716,493	1,871,735
Interest Expense			
Dividend Expense on Member Shares	105,700	104,070	150,172
Net Interest Income		1,612,423	1,721,563
Provision for Loan Losses	117,183	114,887	254,944
Net Interest Income after Provision for Loan Losses	1,694,300	1,497,535	1,466,619
Operating Expenses			
Compensation and Benefits	1,257,961	1,169,232	1,153,906
Office Operations	791,290	895,482	778,117
Professional Services	313,381	237,957	264,320
Other Expenses	241,671	21,377	26,837
Total Operating Expenses	2,604,303	2,324,048	2,223,179
Other Income	1,033,685	735,721	662,803
Net Operating Income	123,683	(90,791)	(93,757)
Non-Operating Income	899	16	-
Net Operating Income After NOL	124,583	(90,775)	(93,757)

	Balance Sheet		
Assets			
Loans to Members	34,327,512	29,506,897	25,876,430
Less: Allowance for Loan Losses	271,642	292,562	287,922
Net Outstanding Loans	34,055,870	29,214,335	25,588,508
Cash and Equivalents	1,590,581	1,177,435	1,171,965
Investments	7,308,487	11,624,122	14,157,121
National Credit Union Share Insurance Fund	408,759	382,578	341,836
Other Assets	5,248,285	5,162,681	3,548,051
Total Assets	48,611,982	47,561,151	44,807,482
Liabilities, Savings and Equity			
Total Liabilities	453,569	191,570	354,976
Total Savings	44,003,917	43,339,666	40,331,815
Reserves & Equity	4,154,497	4,029,915	4,120,690
Total Liabilities, Savings and Equity	48,611,982	47,561,151	44,807,482

2022

BOARD OF DIRECTORS

Michelle Garcia, Chair
Larry Branch, Vice-Chair
Thomas Culp, Secretary
Brad Fottrell, Treasurer
Bryan Long, Director-at-Large

SUPERVISORY COMMITTEE

Mike Davis, Chair
Victor Keyes
Bryan Pennartz

VFCU EXECUTIVE MANAGEMENT

Teri Cowl, CCUE, CUCE – Chief Executive Officer
Karen Woodall, CCUE, CUCE – Chief Financial Officer
Kathy Henderson, Operations Manager
Lysa Rigo, Member Experience Manager
Rich Beswick, Systems/Facility Manager

FEDERALLY INSURED BY NCUA

Contact Us Now



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