



## 2023 Annual Report



Catholic United Financial  
**CREDIT UNION**

[www.catholicunitedCU.org](http://www.catholicunitedCU.org)



# Order of Business

May 15, 2024

## **I. Call to Order & Opening Prayer**

Chair Michael Ahles

## **II. Notice of Annual Meeting**

Secretary/Treasurer Deborah Gephart

## **III. Confirmation of Quorum**

Secretary Gephart

## **IV. Approval of Annual Meeting Minutes from 2023**

Chair Ahles

## **V. Election**

Chair Ahles

## **VI. Report of the Board Chair**

Chair Ahles

## **VII. Report of the Supervisory Committee**

Committee Chair Nate Lamusga

## **VIII. Report of the President**

President Andrea Ferkingstad

## **IX. New Business**

Chair Ahles

## **X. Open Forum**

President Ferkingstad

## **XI. Closing Prayer**

President Ferkingstad

# Statement of Income

## (Unaudited for the year ended December 31)

	2023	2022
<b>INTEREST INCOME</b>		
Interest income on loans	\$ 755,301	\$ 581,512
Interest income on investments	537,678	123,514
Total interest income	<u>\$ 1,292,979</u>	<u>\$ 704,666</u>
<b>Interest Expense</b>	366,384	50,802
Net interest income	<u>\$ 926,595</u>	<u>\$ 653,864</u>
<b>Provision for Loan Losses</b>	2,600	18,822
Net interest income after provision	<u>\$ 923,995</u>	<u>\$ 635,042</u>
<b>NON INTEREST INCOME</b>		
Fee income	\$ 82,609	\$ 57,991
Other income	390,027	475,525
Total non interest income	<u>\$ 472,636</u>	<u>\$ 533,516</u>
<b>NON INTEREST EXPENSE</b>		
Salaries and benefits	\$ 736,350	\$ 759,567
Other operating expense	385,747	366,636
Total non interest expense	<u>\$ 1,122,097</u>	<u>\$ 1,126,203</u>
Net income	<u>\$ 274,534</u>	<u>\$ 42,355</u>

# Statement of Condition

## (Unaudited for the year ended December 31)

	2023	2022
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,183,419	\$ 7,991,239
Investments	17,364,000	8,904,544
Loans, net	16,704,610	16,228,420
Fixed assets	28,803	47,531
Other assets	421,321	300,226
Total assets	\$ 35,702,153	\$ 33,471,960
<b>LIABILITIES &amp; NET WORTH</b>		
Other liabilities	\$ 269,299	\$ 10,144
Members' deposits	32,266,490	30,512,061
Regular reserves	118,884	118,884
Equity acquired in mergers	1,674,718	1,674,718
Undivided earnings	1,098,228	1,113,798
Year-to-date earnings	274,534	42,355
Total liabilities and net worth	\$ 35,702,153	\$ 33,471,960

<b>KEY STATISTICS</b>	2023	2022
Return on Average Assets	0.79%	0.14%
Net Capital/Assets	8.97%	8.81%
Share Growth	5.75%	29.66%
Loan Growth	3.25%	19.95%
Asset Growth	6.66%	26.61%
Membership Growth	-1.59%	-14.70%



# Catholic United Financial CREDIT UNION

[www.catholicunitedCU.org](http://www.catholicunitedCU.org)

## MANAGEMENT TEAM

**Andrea Ferkingstad**

President

**Alison Caldwell**

Director of Finance

**Tabitha Devening**

Senior Financial Services Representative  
& Operations Specialist

**Emily Ripplinger**

Branch Manager

**Tammy Bueligen**

Senior Financial Services Representative  
& Loan Officer

**Amie Adamson**

Financial Services Representative

## BOARD OF DIRECTORS

**Michael Ahles**

Chair

**Harald Borrmann**

Vice Chair

**Deborah Gephart**

Secretary & Treasurer

**Butch Byers**

Director

**Tizoc Rosales**

Director

**Nate Lamusga**

Director

**Dave Stang**

Director

## MISSION

Our mission is to inspire, educate, and support members of our Catholic communities in achieving a lifetime of financial success.



## SUPERVISORY COMMITTEE

**Nate Lamusga**

Chair

**Tony Erickson**

Member

**Sheri Satterstrom**

Member

**Present at the meeting:** Chair Michael Ahles, Secretary/Treasurer Deborah Gephart, Vice-Chair Gary Gall, Director Harald Borrmann, Director Nate Lamusga, Director Butch Byers, Director Tizoc Rosales, President Andrea Ferkingstad, Director of Finance Alison Caldwell, Supervisory Committee Member Sheri Satterstrom,

**Excused Absences:** Supervisory Committee Member Tony Erickson

Chair Ahles called the meeting to order at 10:05 am and began the meeting with a prayer. Chair Ahles made opening remarks and asked for the Notice of the Annual Meeting. Secretary/Treasurer Gephart confirmed the membership was given proper notice of the Annual Meeting. She stated the date of May 17, 2023, conforms to the Annual Meeting requirements set in Article III Section 1, of the Credit Union bylaws. Secretary Gephart also reported 36 members were in attendance either virtually or in person, thus a quorum was established.

Chair Ahles reported the minutes of the 2022 Annual Meeting were published with the 2022 Annual Report which was posted on the Credit Union website and asked for any questions. Hearing none, he asked for a motion to accept the 2022 Annual Meeting Minutes. Secretary/Treasurer Gephart made a motion to approve the minutes and Director Byers seconded it. The motion passed.

Chair Ahles then reported there was one open board seat. Dave Stang had been nominated to fill the open board seat. Chair Ahles was also up for reelection. No other petitions to become a board member had been received. Director Gall made a motion to elect Dave Stang and Chair Ahles each to a three-year term to the Credit Union board of directors. Director Byers seconded the motion. The motion passed.

Chair Ahles gave the Board Chair Report. He reported that the Credit Union has been innovating and reinventing itself in several ways and that 2022 was no exception. Guided by a strategic plan and focused on growing our members, assets, and profits, 2022 was a record setting year – especially in loan growth. The Credit Union generated \$9.3 million in loans which surpassed the Credit Union’s prior record in 2018 by 46 percent. New processes, technology, and expanded marketing efforts as well as delivering top-notch personal service to our membership are what helped the Credit Union reach its goal. Chair Ahles also reported increased revenue in 2022 but also additional expense with the successful transition to a new president with President Daehn retiring at the end of 2022.

Chair Ahles thanked Director Gall for more than 40 years of service as a Sales Representative for Catholic United Financial and a longtime Credit Union Board of Director. Director Gall is retiring from the Credit Union board and has provided much support and guidance throughout the years.

Supervisory Committee Chair Lamusga gave the Supervisory Committee Report to the members. He reported that the Supervisory Committee, which includes Nate Lamusga, Tony Erickson and Sheri Satterstrom, meets quarterly to monitor the overall safety and soundness of the Credit Union. The committee’s purpose is to review different elements of Credit Union operations for compliance with policies and industry practices. Results are reported to

the Board of Directors at their regular meetings. In 2022, the committee completed the Biennial Member Verification of Accounts with no significant findings. The committee also works with external auditors and examiners. In 2022, the Minnesota Department of Commerce and National Credit Union Administration also conducted their examinations and neither had significant audit findings. All exceptions were resolved promptly by Credit Union staff. Supervisory Committee Chair Lamusga said the Committee's work and the reports from the auditors and examiners indicated a strong and compliant credit union.

Chair Ahles then introduced President Ferkingstad to give the President's Report. President Ferkingstad reported that throughout 2022, the Credit Union continued to focus on delivering reliable banking services that give members peace of mind. These improvements included upgrading online and mobile banking platforms, offering higher interest rate certificates of deposit, and expanding the ATM network to more than 40,000 surcharge-free MoneyPass ATMs nationwide. The Credit Union streamlined processes for new membership and loan applications which resulted in adding 217 new members in 2022 and granting more than \$9.2 million in loans to members. President Ferkingstad reported that the Credit Union remains financially sound, providing both safety and stability for members. This is a result of strong leadership, prudent investments, moderate lending practices, efficiency in operations and a loyal membership. President Ferkingstad also reviewed the 2022 financial results and shared a report showing growth in total assets, deposits, loans, net income, and membership. President Ferkingstad then introduced the Credit Union team and thanked them for their dedication to our membership and Catholic communities. She also thanked the Board of Directors and Supervisory Committee Members for their ongoing guidance and support. President Ferkingstad also thanked Director Gall for his 11 years of service to the Credit Union. Lastly, President Ferkingstad reported that the Credit Union's St. Cloud office will be relocating to a new office located in downtown St. Cloud in October 2023. She also highlighted the Credit Union's new website and online tools available to members for 24/7 access to their accounts. President Ferkingstad thanked the membership for their continued support and trust.

Chair Ahles asked if there was any New Business, and hearing none, moved on to the Open Forum portion of the meeting. The floor was open to questions. There were none. Several door prizes were awarded.

President Ferkingstad closed the meeting with a prayer. Meeting adjourned at 10:32 am.