

Performance Highlights

TOTAL ASSETS (\$ THOUSANDS)		TOTAL DEPOSITS (\$ THOUSANDS)		EQUITY CAPITAL/NET WORTH	
2021	\$715,418	2021	\$640,584	2021	7.53%
2020	\$667,981	2020	\$590,110	2020	7.82%
2019	\$608,866	2019	\$519,860	2019	9.10%
2018	\$590,987	2018	\$501,731	2018	9.17%
2017	\$584,869	2017	\$494,848	2017	9.04%

Message from the Treasurer: Wilfred Krenek

As a member of the Asset & Liability Committee, also known as ALCO, we closely monitor the financial condition of the credit union. We monitor risk and analyze possible scenarios to be prepared for the future. Additionally, we regularly review loan and deposit rates and will continue to do so as rates rise. Our goal is to remain fair and competitive and to ensure that the credit union maintains the capital needed to conduct business for the benefit of our members.

Members Choice Credit Union remains financially strong and secure with capital to lend and profits to reinvest for our members. Overall, the credit union ended the year with a net income of \$1.6 million.

In 2021, deposits continued to grow as our members adjusted their saving rates to account for market uncertainty. Total assets at year-end were another record for the credit union, totaling over \$715 million. Record deposit growth the past two years has put downward pressure on our net worth ratio, so we monitor that closely in regard to how we best put that capital to use. Deposit growth provides more capital to help our members with loans, which resulted in \$184 million in new loans in 2021. Loan balances show a decrease of \$13 million due to the normal business practice of selling loans on an ongoing basis.

As you can see, we remain “well-capitalized” as defined by our regulators. The financial statements provide further details on our financial performance. Thanks to the Board, management, and staff, we continue to use sound business practices to invest in long-term strategies and help protect your money from the unpredictability of the economy, and the residual effects from the pandemic.

Thank you as well for your ongoing membership. It’s my pleasure to continue to serve you as the Treasurer of Members Choice Credit Union.

Message from the Supervisory Committee Chair: Tonya Jordan

The Supervisory Committee ensures that audits are conducted on a regular basis and that established internal controls effectively maintain and protect the credit union and its membership.

The annual audit of the books and records of Members Choice Credit Union, for the period ending December 31, 2021, was conducted by CliftonLarsonAllen LLP. The audit was made in accordance with industry auditing standards, and ensured the credit union’s adherence to Generally Accepted Accounting Principles (GAAP), the National Credit Union Administration (NCUA), the Texas Credit Union Department (TCUD), and our bylaws. They examined, on a test basis, evidence supporting the amounts and disclosures in the financial statements. In their opinion, the financial statements of the credit union present fairly in all material respects the financial position of Members Choice Credit Union as of December 31, 2021.

Balance Sheet

AS OF DECEMBER 31,
(in thousands)

	2021	2020
ASSETS		
Total Loans	\$ 433,088	\$ 446,425
Less Allowance	3,349	2,917
Net Loans	429,739	443,508
Cash & Cash Equivalents	129,213	97,402
Net Investments	101,600	75,478
Other Assets		
Fixed Assets	34,993	36,314
Other Assets	19,873	15,279
TOTAL ASSETS	\$ 715,418	\$ 667,981
LIABILITIES, SHARES & EQUITY		
Total Liabilities	23,216	25,556
Total Shares & Deposit	640,584	590,110
Total Equity	51,618	52,315
TOTAL LIABILITIES, SHARES & EQUITY	\$ 715,418	\$ 667,981

Statement of Income

YEAR ENDED DECEMBER 31,
(in thousands)

	2021	2020
Total Interest on Loans	\$ 20,487	\$ 18,207
Income from Investments	1,146	1,953
Fee and Other Operating Income	7,959	6,734
TOTAL GROSS INCOME	29,591	26,894
TOTAL OPERATING EXPENSE	24,885	24,752
INCOME (LOSS) FROM OPERATIONS	4,707	2,142
Less Provision for Loan Losses	1,567	2,399
Dividends Paid to Members	1,525	2,885
NET INCOME (LOSS)	\$ 1,615	\$ (3,142)