

U₁ Universal 1
Credit Union

BEYOND
WHAT YOU
Expected

Friendly Trustworthy Reliable

2023 Annual Report



Dear Valued Member-Owners,

Another year has passed as we all continue to work together as a member-owned financial cooperative. It means so much to the volunteer board and credit union employees that you entrust U1 with your savings, lending, and other financial product needs. It is our pleasure to serve and to deliver the best possible experience to you. We now look back on the past year and share our 2023 performance with you. U1 continues to be a viable and healthy financial cooperative. Some highlights from 2023 include:

- **Online Scheduling:** Designed to enhance your banking experience, you now have the convenience to schedule appointments online, avoiding any lines or wait times.
- **Zelle®:** An enhanced payment feature allows you to send and receive money with friends, family, and others within minutes. Zelle® is a fast, safe, and convenient payment platform that will streamline transactions.
- **Trinity Debt Management:** We understand that managing debt can be a challenging journey. With Trinity, you'll gain access to expert guidance, personalized solutions, and tools that can assist you in conquering debt, no matter how big or small.
- **Universal 1 Flyght Dome:** U1 is pleased to announce its exclusive naming rights partnership for the Universal 1 Flyght Dome. The 10-year partnership with The Flyght Academy will showcase a 50,000 sq. ft. sports dome, situated just off Highway 49 in Trotwood, OH.

Our continued member commitment is to recommend the best products, services, and financial education, which empowers you to make the right decisions for your family or business. We're here to help and guide – face-to-face, phone, email, or online chat! You can even make an appointment using our online scheduling tool to connect with us in any manner that is most convenient for you.

On behalf of our members, the U1 team, and our volunteer Board of Directors, we would like to extend our thanks to our retiring Chairman, Mr. Tom Hickey. Mr. Hickey has served as a volunteer director for 18 years, the past 8 years as Board Chairman. Thank you, Mr. Hickey, for your dedication and unwavering commitment to credit union ideals!

We also wish to thank you, our members, for your dedication and commitment to U1. We are grateful for your trust and look forward to serving your financial needs in 2024!

Sincerely,

Board of Directors

FRIENDLY

FINANCIAL REPORT

The Board of Directors ensures the Credit Union conducts its operations and activities in a safe and sound manner.

The Board of Directors retains the services of GBQ Partners LLC, to audit the annual financial statements. The financial statements for the year ended September 30, 2023, and audit opinion thereon are available for review at Universal 1 Credit Union, Inc. Corporate Headquarters.

“The relationship our staff builds
with you helps them think of you first.”

UNIVERSAL 1 CREDIT UNION, INC.
Statements of Financial Condition
September 30, 2023 and 2022

	2023	2022
ASSETS		
Cash and Cash Equivalents	\$ 58,727,006	\$ 83,935,918
Investments		
Available-for-sale investments	90,648,767	91,026,351
Other investments	2,304,611	1,483,711
Total investments	<u>92,953,378</u>	<u>92,510,062</u>
Loans to Members and Loan Participations, Less allowance for loan losses	252,222,775	263,383,349
Property and Equipment, net	7,045,171	7,556,807
Other Assets		
Accrued interest receivable on investments	248,669	197,894
Accrued interest receivable on loans	824,037	662,756
Share insurance deposit	3,961,124	4,120,709
Prepaid expenses and other assets	10,327,543	7,265,244
Total other assets	<u>15,361,373</u>	<u>12,246,603</u>
TOTAL ASSETS	<u><u>\$ 426,309,703</u></u>	<u><u>\$ 459,632,739</u></u>
LIABILITIES AND MEMBERS' EQUITY		
Members' Share Accounts	\$ 386,621,222	\$ 424,598,540
Dividends Payable	109,966	55,489
Accrued Expenses and Other Liabilities	3,046,327	2,251,481
Total liabilities	<u>389,777,515</u>	<u>426,905,510</u>
Members' Equity, substantially restricted	36,532,188	32,727,229
TOTAL LIABILITIES AND MEMBERS' EQUITY	<u><u>\$ 426,309,703</u></u>	<u><u>\$ 459,632,739</u></u>

TRUSTWORTHY

UNIVERSAL 1 CREDIT UNION, INC.
Statements of Income
For the Years Ended September 30, 2023 and 2022

	2023	2022
Interest Income		
Interest on loans	\$ 15,667,485	\$ 12,350,497
Interest on investments	4,801,244	1,838,728
Total interest income	20,468,729	14,189,225
Interest Expense		
Dividend expense on members' share accounts	2,679,616	1,851,422
Net interest income	17,789,113	12,337,803
Provision for Loan Losses	6,204,000	1,586,000
Net interest income after provision for loan losses	11,585,113	10,751,803
Non-Interest Income		
Lending-related income	870,732	909,314
Card income	2,432,859	2,467,652
Deposit-related income	1,551,691	1,535,996
Other income (loss)	301,460	(520,389)
Total non-interest income	5,156,742	4,392,573
Non-Interest Expense		
Compensation and benefits	6,002,840	4,836,902
Office operations	4,728,438	4,467,539
Occupancy	1,154,025	1,108,289
Advertising and promotion	367,927	386,189
Loan servicing	458,251	467,771
Employee and director travel and dues	94,003	126,244
Professional and outside fees	713,126	560,079
Total non-interest expense	13,518,610	11,953,013
Net Income	\$ 3,223,245	\$ 3,191,363

“It is our commitment to you to provide an experience that is Beyond what you Expected.”

UNIVERSAL 1 CREDIT UNION, INC.
Statements of Comprehensive Income (Loss)
For the Years Ended September 30, 2023 and 2022



	2023	2022
Net Income	\$ 3,223,245	\$ 3,191,363
Other comprehensive income (loss):		
Change in unrealized gain (loss) - available-for-sale investments	1,022,640	(9,755,120)
Change in unrecognized post-retirement health plan cost	(440,926)	240,465
Comprehensive Income (Loss)	\$ 3,804,959	\$ (6,323,292)

RELIABLE

UNIVERSAL 1 CREDIT UNION, INC.
Statements of Changes in Members' Equity
For the Years Ended September 30, 2023 and 2022

	Appropriated Statutory Reserve	Unappropriated Undivided Earnings	Accumulated Other Comprehensive Income (Loss) - Available-for-Sale Investments	Accumulated Other Comprehensive Income (Loss) - Net Unrecognized Post-Retirement Health Plan Cost	Total Members' Equity
Balance, September 30, 2021	\$ 7,776,060	\$ 31,866,121	\$ (792,121)	\$ 200,461	\$ 39,050,521
Net income for year ended September 30, 2022	-	3,191,363	-	-	3,191,363
Change in unrealized gain (loss) on AFS investments	-	-	(9,755,120)	-	(9,755,120)
Change in unrecognized pension plan cost	-	-	-	240,465	240,465
Total comprehensive income (loss)	-	3,191,363	(9,755,120)	240,465	(6,323,292)
Balance, September 30, 2022	\$ 7,776,060	\$ 35,057,484	\$ (10,547,241)	\$ 440,926	\$ 32,727,229
Net income for year ended September 30, 2023	-	3,223,245	-	-	3,223,245
Change in unrealized gain (loss) on AFS investments	-	-	1,022,640	-	1,022,640
Change in unrecognized pension plan cost	-	-	-	(440,926)	(440,926)
Total comprehensive income (loss)	-	3,223,245	1,022,640	(440,926)	3,804,959
Balance, September 30, 2023	\$ 7,776,060	\$ 38,280,729	\$ (9,524,601)	\$ -	\$ 36,532,188

“We will always serve and assist you
in your pursuit of financial success.”



BOARD OF DIRECTORS AND EXECUTIVE TEAM

Thomas J. Hickey
Chairman of the Board

Jeffrey W. Gammell
Secretary of the Board

Rosemary D. Domansky
Director

Jason A. Kershner
Director

Nancy J. Stapp
Director

Michael P. Thonnerieux
Director

Jessica O. Jones
President/CEO

Michael L. Hardwick
Chief Information Officer

Kathryn M. Lewis
Chief Financial Officer/Treasurer

Lisa N. Schaefer
Chief Operations Officer

Karen N. Shroyer
Chief Administration Officer

LOCATIONS

Austin Park
9900 Springboro Pk.
Miamisburg, OH 45342
937.435.7268

Dayton - Corporate
One River Park Dr.
Dayton, OH 45409
937.225.6800

Sidney
2835 Michigan St.
Sidney, OH 45365
937.498.2320

Beavercreek
2450 Esquire Dr.
Beavercreek, OH 45434
937.431.3100

Huber Heights
2933 Harshman Rd.
Dayton, OH 45424
937.235.0303

Sugarcreek
6270 Wilmington Pk.
Dayton, OH 45459
937.848.6050

Chillicothe
1080 N. Bridge St.
Chillicothe, OH 45601
740.775.4321

Miami Valley Hospital
One Wyoming St.
Dayton, OH 45402
937.208.2745

Vandalia
718 S. Dixie Dr.
Vandalia, OH 45377
937.898.3915