

GALVESTON GOVERNMENT EMPLOYEES CREDIT UNION
- CHARTERED 1933
"OLDEST CREDIT UNION IN GALVESTON COUNTY, TEXAS"

91ST ANNUAL MEETING

ELECTION OF DIRECTORS/ANNOUNCEMENT OF DIVIDENDS



RESCHEDULED: THURSDAY, FEBRUARY 29, 2024

ANNUAL MEETING REGISTRATION BEGINS @ 5:30 PM

AND MEETING STARTS PROMPTLY @ 6:00 PM

**MEMBER MUST BE PRESENT AND COMPLETED REGISTRATION BY 6:00 PM TO
BE ELIGIBLE FOR CASH PRIZE DRAWING**

MINUTES OF THE **90TH ANNUAL MEETING OF THE**
GALVESTON GOVERNMENT EMPLOYEES CREDIT UNION
February 23, 2023 - RESCHEDULED to - MARCH 9, 2023

1. The **90th Annual Meeting** of the Membership of the Galveston Government Employees Credit Union, was held on **February 23, 2023** in the office of the Credit Union located at 14041 Delaney Road, LaMarque, Texas 77568, at 6:00 pm. The **90th Annual Meeting** of the Membership of the Galveston Government Employees Credit Union was called to order by the **Secretary/Treasurer, Tracy Orr**, at 6:00 pm - **advising meeting did not meet membership quorum with only 4 members present, must at least have 25 members present.** The meeting was adjourned @ 6:15 pm. **Rachel Jones, President** advised for those present to stay for refreshments.

2. The **90th Annual Meeting** of the Membership of the Galveston Government Employees Credit Union, was held on **March 9, 2023**. The Annual Meeting was held at the credit union office location, to-wit: 14041 Delaney Road, LaMarque, Texas 77568, at 6:00 pm. Upon registration between 5:30 pm and 6:00 pm, each Member was provided with their 90th Annual Meeting Packet, to-wit: Minutes from previous Annual Meeting of 2022; Report of the Directors by the Chairman; Report of the President; Report of the Treasurer, Report of the Credit Manager, Report of the Supervisory & Audit Committee; Comparative Income & Expense Statement; 2022 Volunteers, Staff and Committee Members of GGECU; Year 2023 Fee Schedule and Dividend Rates. Each member was also provided with a ticket for entry into the cash drawing. Member's were advised to help their selves to the refreshments.
3. The **90th Annual Meeting** of the Membership of the Galveston Government Employees Credit Union was called to order by the **Chairman, Barbara Sanderson** at 6:00 pm - ascertained a quorum was present, at least 1 member.
4. **Chairman, Barbara Sanderson, along with the President, Rachel Jones** introduced the Board of Directors and Staff present, to-wit: Barbara Sanderson, Chairman, Tracy Orr, Secretary/Treasurer and Chase Bessire, BOD/Chairman of the Supervisory & Audit Committee and Rachel Jones, President. Board of Directors and Staff NOT present, to-wit: Daniel Buckley, Board Member, David Leal, Asst Secretary/Treasurer, David Berg, Vice Chairman and Stephen Brewer, Board Member and Tina Selcer, Vice President.
5. **Chairman, Barbara Sanderson asked** the Members if they had each received a copy of the 90th Annual Report, along with their ticket and did anyone have any questions concerning the 90th Annual Report. Hearing no questions or further discussion the meeting continue to the next topic.
6. Upon motion made by **Francisco Garcia** and seconded by **Chase Bessire with all ayes**, the reading of the **minutes was dispensed with** and the **90th Annual Report approved unanimously.**

7. **Chairman, Barbara Sanderson** asked the Members if anyone had any **Old Business**. Hearing no questions or further discussion the meeting continue to the next topic.

8. **Chairman, Barbara Sanderson** advised the Members of the following changes, to-wit:
a) In order to earn dividends under the Sharedraft/Checking account the minimum balance requirement changed from \$250.00 to \$750.00;
b) MasterCard Loan (unsecured line of credit) services discontinued. Credit Union cannot justify the cost of only 21 members vs. approximately 2000 members.

Chairman, Barbara Sanderson asked the Members if anyone had any **New Business**. . Hearing no questions or further discussion the meeting continue to the next topic

9. **Election of Officers**: **Chairman, Barbara Sanderson** advised the Members there was only one BOD position expiring, to-wit: **Chase Bessire-Position #3** . **Upon motion by Tracy Orr** and seconded by **Francisco Garcia** slate of Officers elected by acclamation, to-wit: **Chase Bessire-Position #3, with a 3 year term**.

10. **Chairman, Barbara Sanderson only with the President, Rachel Jones** conducted the drawing for the door prizes, to-wit: 5 chances for \$100.00; 4 chances for \$50.00; 15 chances for \$20.00 = \$1,000.00.

11. **Chairman, Barbara Sanderson** announced Meeting was adjourned at 6:12 pm.

Let the minutes of March 20, 2023 reflect the MINUTES OF THE 90TH ANNUAL MEETING, as set out herein and above, was approved unanimously.



Barbara Sanderson, Chairman



Tracy Orr, Secretary/Treasurer

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Galveston Government Employees Credit Union
Nominating Committee Report – Board of Director Positions #3

1. Board of Directors Meeting 12/09/23: “Director Application and Agreement to Serve” along with a copy of the “Duties and Responsibilities of Board of Directors” was made available to each interested candidate/member **between October 15, 2023 and November 30, 2023**. It was noted that said “Director Application and Agreement to Serve” must be completed and returned to the credit union no later than the close of business on November 30th of each year, or the following business day, if the credit union is closed on November 30th.
2. Three (3) completed applications were received prior to the application expiration date, to-wit:
Position #1-Tracy Orr, Position #2-David Leal and Position #4-Stephen Brewer.

Note: Upon Stephen Brewer submitting his application for Position #4 he was excused as an appointed member of the Nominating Committee.

3. The GGECU Nominating Committee was appointed by the Board of Directors and was comprised of Members, Jason Williamson, Chase Bessire and Stephen Brewer, with Jason Williamson acting as Chairman. Upon Stephen Brewer submitting his application for Position #4 he was excused as an appointed member of the Nominating Committee. It is the duty of the Nominating Committee to nominate at least one member for each board vacancy, including any un-expired term for which elections are to be held and it was determined that the Nominating Committee would support/approve the proposed candidates without a formal meeting. Each of the Nominating Committee members were advised of this fact. The nominating committee shall file the names of the candidates and their nomination(s); and said Position shall be filled by a vote of a majority of the Directors holding office. Directors so appointed shall hold office only until the next annual meeting at which any un-expired terms shall be filled by vote of the members, and until the qualification of their successors.
4. After review and discussion of each application, the GGECU Nominating Committee voted as follows:

Unanimous vote to recommend ***Position #1-Tracy Orr, Position #2-David Leal and Position #4-Stephen Brewer.***

Jason Williamson, Chairman of the Nominating Committee
Tracy Orr, Committee Member

GALVESTON GOVERNMENT EMPLOYEES CREDIT UNION

Address: 14041 Delaney Road, LaMarque, Texas 77568

Mail: P. O. Box 1149, Dickinson, Texas 77539

Email: c/o president@ggecu.com
409-908-9834

"NOTICE"

2024 BOARD OF DIRECTORS ELECTION

The term of current Board members, *Position #1-Tracy Orr, Position #2-David Leal and OPEN Position #4 will expire on February 22, 2024*, with a 3-year term. "Director Application and Agreement to Serve" along with a copy of the "Duties and Responsibilities of Board of Directors" and "Election Rules and Procedures" is available to each interested candidate/member **between October 15th and November 30, 2023**. Said "Director Application and Agreement to Serve" **must be completed and returned to the credit union** no later than the close of business on November 30th of each year, or the following business day, if the credit union is closed on November 30th.

**REPORT OF
the DIRECTORS by the CHAIRMAN**

I would like to welcome everyone to the **91st Annual Meeting** of the Galveston Government Employees Credit Union. GGECU was chartered in 1933 and for 91 years together we have been building the platform in securing your financial future.

In reviewing the past year, I wonder if you, our membership, know how important you are to the credit union and yourself. Do you ever wonder who holds the key to your success? At Galveston Government Employees Credit Union, we know, and the KEY holder is you our member. During the past year you have proven that we are a united community with one goal and that is the continued growth and success of the Credit Union.

The Board of Galveston Government Employees Credit Union is looking forward to serving you during another great and powerful year of stability. Thank you for your continued support and aggressive participation each of our members has taken to make Galveston Government Employees Credit Union a great place to save and borrow. Once again congratulations and thank you for attending the 91st Annual Meeting of the oldest credit union in Galveston County, Texas, where we take pride in our motto: big enough to serve your financial needs, yet small enough to know your name.

**Barbara Sanderson
Chairman of the Board**

REPORT OF the President

With the Board of Director's insight of our members needs, vision for tomorrow's financial products and regulatory guidance, my Staff and I are committed in looking out for the little guy and together we can build the platform in securing your financial future. During 2023 GGECU added a new FREE and secured service to our membership "the RISE LOAN PAYMENT program", the link is set up thru GGECU website wherein members can take control of making their loan payments FREE by ACH, Debit Card or Credit Card.

While striving to be the best has been a goal of ours for many years, we know that is a lofty goal, but it is the only one worth pursuing. We are also mindful of the fundamental precepts that guided our success over these many years. Those fundamentals embrace the idea that a CEO and Board must think in terms of decades as opposed to quarters; that management should focus its efforts on managing the Credit Union's business and that integrity, honesty and responsibility matter as much as earnings, cash flow and balance sheets.

Having a strong independent Board has been a critical ingredient to our success and we continue to benefit from the governance, counsel and guidance of our Directors. I would like to thank the Board, The Supervisory Committee, and the Nominating Committee for their diligence and insight they bring to exercising their duties on behalf of the membership.

There is nothing more important to our future than a strong committed workforce. I want to thank our employees for making us the success we are today. They are our true pillars of strength. I want to give a BIG SHOUT OUT to YOUR **Vice President, Tina Selcer** for her continue support to our Membership in servicing their needs outside and beyond normal operations hours – TINA SELCER is truly an ASSET to YOUR CREDIT UNION. To our Membership and future generation of credit union members...here's to another 91 years looking out for the little guy!

**Rachel Jones,
President/CEO**

REPORT OF the Treasurer

In 2023, the **assets of the credit union** were at **\$7,086,741.40**. Balances in other major accounts are as follows: **Personal loans \$5,867,205.44** and **Collateral/Process for Liquidation \$42,757.24**. **Shares and deposit accounts = \$6,373,633**. The total **Investment accounts** at **\$701,299.48**. **Cash & Cash Equivalents** on hand **\$1,087,350**. **Net Worth Ratio at 10.05%** . **Payout of dividends of \$27,269.00**

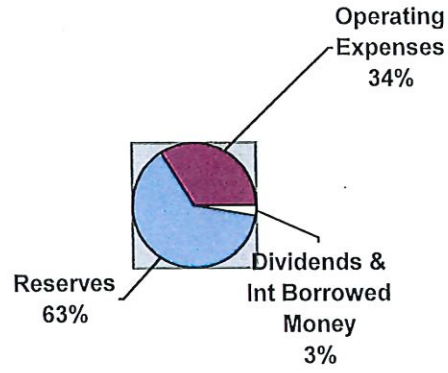
Tracy Orr
Secretary/Treasurer

REPORT OF the Credit Manager

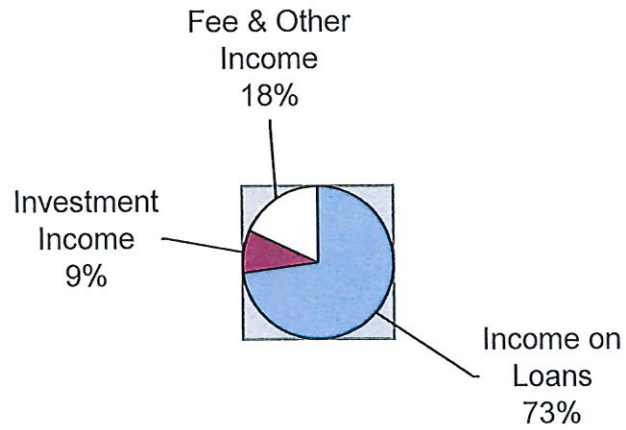
During 2023, we **approved 150 loans to our members totaling \$2,836,153**. an increase of 5 loans booked and a decrease in the dollar amount of (\$211,781.) compared to 2022. Our auto loans continue to be very competitive with other financial institutions. Our variety of unsecured (signature) loans continued to grow as well. We ask that you continue to use your credit union for all your financial needs. As always we look forward to servicing you this coming year.

Rachel Jones,
Credit Manager

How the Funds Were Spent



Where the Money Came From



**REPORT on the SUPERVISORY &
AUDIT COMMITTEE**

The Audit Committee has continuously made comprehensive audits in accordance with generally accepted auditing standards and guideline specified by the Credit Union Department. The financial statements and statistical reports prepared each month correctly reflect the financial position of the credit union. A comprehensive Annual Audit was performed by Waypoint Advisory Services, Inc and found no discrepancies.

Dan Buckley
Chairman

Comparative Income & Expense

December 31, 2022 vs. December 31, 2023

	<u>2022</u>	<u>2023</u>
<u>Income</u>		
Income On Loans	322,627	316,799
Income from Investments	17,761	39,970
Fee Income	38,979	39,844
Other Income	71,972	38,354
Total Income	451,339	434,967
<u>Expenses</u>		
Employee Compensation & Benefits	135,643	111,758
Travel & Conference Expense	0.00	0.00
Office Occupancy Expense	46,515	47,652
Office Operations Expense	165,655	171,363
Education & Promotion	5,093	4,124
Loan Servicing Expense	15,551	16,051
Professional & Outside Services	17,366	19,507
Provision for Loan Loss	-2,410	3,741
Non-Operating Expense	0.00	300
Exam Fees	3,039	2,948
Miscellaneous Operating Expenses	56	4,721
Total Operating Expenses	(386,508)	(381,865)
<u>Cost of Funds</u>		
Interest on Borrowed Money	0.00	3,125
Dividends on Shares & Deposits	17,486	27,269
NCUSIF & SWCFUCU	0.00	0.00
Net Income (Loss)	47,345	22,708

2023 Volunteers of GGECU / 2024 ELECTION

Board of Directors (BOD) by Position Number, their duties; Name of BOD and Title held; Election of Term and the current expiration of term, to-wit:

<u>Position# / BOD Name & Title</u>	<u>Election</u>	<u>Expiration of Term</u>
#1 Tracy Orr Secretary & Treasurer	February 2021	February 2024
#2 David Leal Director	February 2021	February 2024
#3 Chase Bessire Director	February 2023	February 2026
#4 OPEN POSITION Director	February 2021	February 2024
#5 Daniel Buckley Director	February 2022	February 2025
#6 David Berg Vice Chairman	February 2022	February 2025
#7 Barbara Sanderson Chairman	February 2022	February 2025

Supervisory & Audit Committee Members:

Daniel Buckley, Chairperson
Bonnie Quiroga, Committee Member
Mark Salinas, Committee Member

Nominating Committee Members:

Jason Williamson, Chairperson
Stephen Brewer, Committee Member
Chase Bessire, Committee Member

STAFF (2 full-time): Rachel Jones, President (all departments) / president@ggecu.com
Tina Selcer, Vice President/Chief Loan Officer (all departments) / vp@ggecu.com
(1 outsourcer): Tabitha Guillory, in-house auditing / new & closed accounts

OFFICE Information:

LOCATION: 14041 Delaney Street, LaMarque, TX 77568
MAILING Address: P O Box 1149, Dickinson, TX 77539
PHONE Number: 409-908-9834
WEBSITE: www.ggecu.com (account online banking & Free RISE Loan Payment System)
ARU PHONE Number: 832-615-3505
DEBIT CARD: **SecurLOCK Equip** app (the power to protect your card is in your hands)

**GALVESTON GOVERNMENT EMPLOYEES
CREDIT UNION**

14041 Delaney Rd, LaMarque, TX 77568 / P.O. Box 1149, Dickinson, TX 77539
409-908-9834 / ARU# 832-615-3505
www.ggecu.com / Debit Card: SecurLOCKEquip.app

The following fees may be assessed against your account:

YEAR 2024 FEE SCHEDULE

PC Branching (Internet Access)

Inquiries.....	N/C
Transactions.....	N/C
RISE Loan Payment transactions.....	N/C

ARU (Credit Union Audio Response System)

Inquiries.....	N/C
Transactions.....	N/C

Regular Shares (Savings)

Service Charge.....	N/C
Minimum Required Balance to maintain Account.....	\$5.00 (One Share)
Minimum Daily Balance to receive Dividends.....	\$250.00
Early Account closure.....	\$5.00
(If account has been open less than 1 year)	
Dormant Account Processing Fee	
(assessed after 3 years & annually thereafter) .	
	\$10.00
Below Required \$5.00 Balance Fee (Quarterly).....	\$5.00

Share Draft (Checking)

Minimum Required Balance to Open Account.....	\$5.00
Minimum Daily Balance to receive Dividends.....	\$750.00
Stop Payment Fee (all types with each placement)	\$30.00
Insufficient Funds Fee.....	\$30.00
(All types with each NSF transaction)	

Share Draft (Checking)

Two party checks returned	\$30.00
(with each returned transaction)	

Photocopy of Original Check.....	\$5.00
Account Reconciliation/Research	\$25.00 per hour
(with minimum of 1 hour)	
Negative account fee (Monthly).....	\$5.00

**Cost of Credit Union Checks based on Vendors Price

1 Box	for 150
2 Boxes	for 300
4 Boxes	for 600

**(Cost of Credit Union Checks subject to change with notice upon order)

OVERDRAFT PROTECTION OPTION Reg D temp rule – unlimited amount of transfers from designated savings account with no fees or penalties, if funds available, to prevent any debits from being returned for insufficient funds.

ACH TRANSFER CREDIT OPTIONS ACH transfer credits are posted to Members Share/Savings Account. Members have the option to set up electronic transfer of ACH transfer credits to their checking account and any other account types the credit union offers, including but not limited to loans with no fee, if ACH transfer credit was not originated by the credit union, but thru a third party by the member.

ATM/Debit Card Fees

Service Charge.....	N/C
Replacement of each Debit Card.....	\$5.00
Cash withdrawal at participating Credit Union	
Network ATM.....	N/C
Point of Sale Transactions.....	N/C
Cash withdrawal at non-participating Credit Union	
Network ATM.....	Varies per ATM machine
ATM Switch Fee.....	\$1.00 per transaction

Other Fees

Account Activity Printout/Photocopies.....	\$5.00 per page
Credit Union Check.....	\$3.00 per check
Stop Payment on Credit Union Check	\$30.00
Return Mail Fee (not including costs incurred) ...	\$5.00 per item
Collection Items Outgoing.....	\$30.00
Collection Items Incoming.....	\$30.00
Direct Deposit.....	N/C
Payroll Deduction.....	N/C

Wire-Transfer Fee.....	\$30.00
ACH Origination Fee.....	\$5.00
ACH Origination Re-occurring Fee.....	\$3.00
Loose Coins under \$10.00.....	N/C
Account ACH Deposit/Withdrawal Research Fee.	\$25.00
(Due to Incorrect Routing/ABA and/or Member Account Number; the correct Routing/ABA Number for Direct Deposit is 313182217.)	
Coin Usage (Members only)	3%
Garnishment/Levy.....	\$75.00

Withdrawal Fees: (SUSPENDED)

Share Account - \$10.00 for each withdrawal in excess of six (6) per month

***Cost of Credit Reports.

Credit Report fee (individual/joint)..... \$25.00/\$30.00

Credit Re-evaluation fee..... \$25.00

(Within 180 days of previous request)

*** (Cost of Credit Reports subject to change with notice provided to Member upon submitting Loan request)

Inactive Account Fee..... \$10.00

(inactive is defined as no Member initiated transactions for six (6) months)

Non-Member Service thru the use and benefit of Member's Account:

Check Transaction Service Charge.....\$25.00

Delinquent Loan Fees: A Delinquent Loan Fee will be charged on loan payments that are more than ten (10) days late. After the 10-day grace period a **\$25.00 charge** will be assessed.

Delinquent Loan Repossession Order/Recall Fees: A repossession/recall fee in the amount of **\$100.00** will be assessed on delinquent loans upon Repo Order being issued and recalled with delinquent loan payment being accepted.

Fees are based on either the Credit Union's direct cost for each service and/or the man-hours necessary to offer each service or perform each service for our membership. All fees are subject to change without notice. See Credit Union for complete fee information.

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