

**Jackson Area
Federal Credit Union**

Serving the Jackson area and beyond...

2021 ANNUAL REPORT



Phone.

601-922-7055



Website

jacksonareafcu.com



Mailing Address

P.O. Box 1403
Jackson, MS 39215



Locations.

5675 Hwy 18 W Jackson
7375 Siwell Rd. Byram

2021 ANNUAL REPORT

AGENDA

3:45 p.m. Virtual Meeting Lobby opens

4:00 p.m. 69th JAFUCU Annual Meeting

- Meeting Instructions
- Call to Order
- Invocation
- Welcome
- Approval of the 68th Annual Meeting minutes
- Chairman's Report
- Treasurer's Report
- Supervisory Committee's Report
- President's Report
- Old Business
- New Business
- Door Prizes
- Election Results
- Adjournment

Mr. Gary Fairley
Mr. John Anderson
Mr. Brandon Windham
Mr. John Anderson

Mr. John Anderson
Mr. Rick Hill
Mr. Will McDowell
Mr. Gary Fairley

Mr. Dwight Pugh

Jackson Area FCU Board of Directors

John Anderson, Board Chairman
Bonnye Owens, Vice Chair
Rick Hill, Secretary/Treasurer
Roy DeBerry, Director
Sharolyn Miller, Director
Steve Rachel, Director
Diane Smith, Director

Supervisory Committee

Will McDowell, Chairman
Steve Rachel, Secretary
Deberal Whitehead, Member



Phone.

601-922-7055



Website

jacksonareafcu.com



Mailing Address

P.O. Box 1403
Jackson, MS 39215



Locations.

5675 Hwy 18 W Jackson
7375 Siwell Rd. Byram

2021 ANNUAL REPORT

68TH ANNUAL MEETING MINUTES

The 68th annual meeting of the Jackson Area Federal Credit Union was held Thursday, March 25, 2021, virtually via livestream.

Call to Order

After determining the presence of a quorum, Mr. Anderson called the meeting to order at 4:32 pm. Mrs. Subrina Walton, Branch Manager Byram Office gave the invocation. Mr. Anderson welcomed Jackson Area members to the 68th annual membership meeting. He also recognized the board members, the supervisory committee members and the nominating committee.

Approval of the Minutes

Mr. Anderson asked for a motion to approve the minutes of the 67th annual meeting as written. Motion was made by Patricia McMullen and seconded by Cheryl L. Oggs. All present via livestream voted aye.

Directors Report

Mr. Anderson presented the directors report for 2020. A copy of this report is attached and made part of these minutes.

Treasurer's Report

Mr. Hill presented the treasurer's report for 2020. A copy of this report is attached and made part of these minutes.

Supervisory Committee Report

Mr. McDowell presented the report of the Jackson Area supervisory committee for 2020. The committee members stated that there were no serious findings noted during the supervisory committee CPA audit conducted during the year, or from the examination conducted by NCUA. It was also stated that Jackson Area FCU is a sound financial institution.

President's Report

Mr. Fairley welcomed everyone to the 68th annual meeting. He touched on the achievements of the credit union in 2020 and pointed out what a challenging year 2020 was and even through all the obstacles of the COVID-19 virus the credit union was able to continue to operate and serve the membership. Mr. Fairley spoke about our current environment amid COVID-19 and the ramifications on bankruptcies, delinquencies and member deposits. In his closing statement, Mr. Fairley thanked the membership, staff and volunteers for their support and dedication to Jackson Area FCU.

Old Business

None at this time.

New Business

Member Johnny Byrd asked, "can we update the outside machines to accept cash"? Mr. Fairley responded that we are researching ITM's for future use.

Drawing of Door Prizes

At this time, Mr. Anderson with the assistance of Mr. Fairley spun the wheel with all members present on it for door prizes. Ten prizes of \$50.00 were given away and deposited in the winning members share account on Friday, March 26, 2021.

Board Elections

Mr. Anderson turned the meeting over to Mr. Dwight Pugh, chairman of the nominating committee for 2021. Mr. Pugh announced that Mr. Roy DeBerry and Mr. Steve Rachel had been elected to the board for a three (3) year term. He thanked all candidates for running and wished Mr. DeBerry & Mr. Rachel success in their serving on the board. He thanked Mrs. Faye Channell and Mrs. Deberal Whitehead for serving with him on the nominating committee.

Adjournment

Mr. Anderson thanked everyone for a great 68th annual meeting. He asked for a motion to adjourn the meeting. A motion was made by Holly V. Yancy McDavid and seconded by Tamika N. Walker. All present voted yea. The meeting was adjourned at 5:32 pm.



Phone.

601-922-7055



Website

jacksonareafcu.com



Mailing Address

P.O. Box 1403
Jackson, MS 39215



Locations.

5675 Hwy 18 W Jackson
7375 Siwell Rd. Byram

CHAIRMAN'S REPORT

2021 ANNUAL REPORT

Dear JAFUC Members and Friends:

I am pleased to inform you the state of our credit union is exceedingly strong. In spite of the challenges we faced in 2021, particularly with COVID-19, JAFUC still had a very good year and produced positive results for its members. We are extremely optimistic JAFUC will have an even better year in 2022.

The following are just a few highlights regarding key successes in 2021:

Loan Promotions and Campaigns

The most vivid success in our loan portfolio was in the area of auto loans. It is noteworthy to mention JAFUC continued to enjoy great success with its REFI program as well as periodic special loan promotions and campaigns.

Byram Branch

Since its opening date, the JAFUC branch in Byram, Mississippi, has produced phenomenal results for our members. I am elated to advise this branch continued to produce such results in 2021. Certainly, being located in a geographical area that is experiencing rapid growth and economic development, the Byram branch is poised to continue yielding such benefits in years to come.

International Credit Union Day

On October 21, 2021, JAFUC joined over 56,000 credit unions around the world to celebrate International Credit Union (ICU) Day. The theme of ICU Day 2021, was "Building financial health for a brighter tomorrow". ICU Day highlighted the many ways that credit unions across the world help members improve their financial health and wellbeing.

JAFUC's President/CEO inducted into MS Credit Union Hall of Fame

Our President/CEO, Mr. Gary Fairley, was inducted into the Mississippi Credit Union Hall of Fame on August 22, 2021. The Mississippi Credit Union Hall of Fame is the state's highest credit union honor recognizing individuals who have devoted their lives to the philosophy and success of credit unions at the local, state, and national level. Certainly, we are very proud of Mr. Fairley for this outstanding accomplishment.

Training and Staff Development

In 2021, JAFUC's employees and volunteers participated in excellent credit union training and events conducted by professional credit union organizations. Such training will help us stay abreast of current trends, acquire new ideas and improve the overall product and service delivery to our members.

As always, I would also like to take this opportunity to thank the members of JAFUC, fellow board members and staff for their support in helping to make our credit union be the best it can be. We look forward to maintaining the trust and confidence of our members to handle all of their financial needs and affairs as we forge ahead.

Best Regards,

John R. Anderson, Chairman
JAFUC Board of Directors



Phone.

601-922-7055



Website

jacksonareafcu.com



Mailing Address

P.O. Box 1403
Jackson, MS 39215



Locations.

5675 Hwy 18 W Jackson
7375 Siwell Rd. Byram

2021 ANNUAL REPORT

SUPERVISORY COMMITTEE REPORT

The Supervisory Committee is the governing Board of Jackson Area FCU. It is our responsibility as Supervisory Committee members to ensure that the Credit Union is in compliance with all federally mandated rules and regulations set forth by the National Credit Union Administration.

Also, as Supervisory Committee members we regularly conduct internal audits and review on a monthly basis all new and closed share accounts, as well as any new loans. We oversee an internal audit conducted by an outside accounting firm on an annual basis.

An audit conducted in 2021 by the Supervisory Committee's independent auditors, Haddox Reid Eubank Betts, PLLC revealed Jackson Area FCU to be a sound financial institution and showed no areas of concern. Jackson Area FCU also continues to receive one of the highest ratings given by the National Credit Union Administration.

Thank you for your continuing support of your Member-owned Credit Union.

Will McDowell, Chairman

TREASURER'S REPORT

Jackson Area FCU ended the year 2021 with Assets over \$104.7 million. Member deposits increased to over \$88.9 million by year-end. Loans grew at a steady pace, bringing the end of the year total to \$37.9 million.

The impact of COVID on Jackson Area FCU continued to be an obstacle in 2021 as well. The Credit Union directly expensed-off \$10,034.66 to the provision for loan losses to cover the reserve requirement incurred by member bankruptcies and charged-off loans.

Despite a stagnant growth in interest and dividend rates nationwide, Jackson Area FCU paid out more than \$175,318 in dividends to our members..

I look forward to the continued success of Jackson Area FCU. Thank you for making Jackson Area FCU "Your Credit Union".

Rick Hill, Treasurer



Phone.

601-922-7055



Website

jacksonareafcu.com



Mailing Address

P.O. Box 1403
Jackson, MS 39215



Locations.

5675 Hwy 18 W Jackson
7375 Siwell Rd. Byram

Jackson Area Federal Credit Union

Serving the Jackson area and beyond...

2021 ANNUAL REPORT

Annual Meeting Financials Year End 2021

	,000.00s		
Assets:		Income:	
Loans	\$37,928	Income from Loans	\$2,187
Cash and Investments	\$59,935	Investment Income	\$195
Facilities and Equipment	\$1,924	Other Income	\$1,990
Prepaid Expenses	\$54	Total Income	\$4,372
Other Assets	\$4,890		
Total Assets	\$104,731		
Liabilities:		Expenses:	
Accounts Payable	\$4,929	Compensation & Benefits	\$1,894
Dividends Payable	\$0	Office Occupancy	\$143
Other Liabilities	\$9	Office Operations	\$432
Total Liabilities	\$4,938	Loan Servicing	\$66
		Provision Loan Losses	\$10
Members Equity		Data Processing	\$810
Shares	\$63,541	Member Insurance	\$0
Club Accounts	\$1,138	Marketing Expense	\$106
IRA Accounts	\$4,941	Dues & Travel	\$12
Share Certificates	\$7,023	Federal Operating Fees	\$21
Share Drafts	\$12,337	Other Expenses	\$29
Regular Reserves	\$1,184	Total Operating Expenses	\$3,523
Undivided Earnings	\$9,629	Dividend Expense	\$175
Total Equity	\$99,793	Gain on Disposition of Asset	\$0
Total Liabilities & Equity	\$104,731	Net Income	\$674



Phone.

601-922-7055



Website

jacksonareafcu.com



Mailing Address

P.O. Box 1403
Jackson, MS 39215



Locations.

5675 Hwy 18 W Jackson
7375 Siwell Rd. Byram

2021 ANNUAL REPORT

PRESIDENT/CEO'S REPORT

Welcome to the 69th annual meeting of the membership of Jackson Area Federal Credit Union. 2021 was one of the most challenging years that we have ever experienced. We thought we had met all the challenges and obstacles in 2020 but we endured even more last year. We ended the year with capital of 10.32%, a decrease of 0.62% from 2020 due to the asset growth of stimulus money that was deposited during the year. We are still considered a "well-capitalized" credit union by NCUA. We had asset growth of 12.96% and ended the year with assets of \$104,730,775 and 14,037 members, a 0.93% increase. We had loan growth of 6.32%. Our financial conditions are strong. Our assets as of January 31, 2022 are \$105,364,179, so you can see we continue to have asset growth in 2022.

We still were able to maintain one of the highest ratings given by the National Credit Union Administration, (NCUA). This is the federal agency that insures your shares in the credit union and monitors us with federal guidelines and laws. I am extremely proud that we have maintained this rating for the last 22 of my 24 years as president/CEO of this great credit union.

We had twenty (20) bankruptcies in 2021 totaling \$193,458.39; fourteen (14) Chapter 7's totaling \$147,126.36 and six (6) Chapter 13's totaling \$46,332.03. This is a 48.12% decrease over 2020 and a decrease of \$179,418 in dollar amount.

We charged off \$320,871.91 in unpaid default loans in 2021 by our members and we recovered \$198,321.52 of those charged off loans. This gave us a net charge-off of \$122,549.39, which is a decrease of \$301,982.50 from 2020. Great job by our Collection department!

We have many services to offer, for all ages, so check our website or ask any of our great employees about the services we offer you. I am proud to say that JAFUCU tries to stay on the forefront of new technology and financial services and we offer these to you, our members.

It is with both joy and sadness that I write this report, it being my last as the President/CEO of this great credit union. I will be retiring at the end of June and moving on to another stage in my life. It has been a pleasure to get to work with amazing people each day and to serve the membership of this credit union for twenty-four years, but I feel it is time for me to move on and allow someone else to take the reins of this institution and continue to move it into the future. I want to thank the volunteers, great staff, and wonderful members that I have been allowed to work with over the years. I only wish the best for each one of you. If I or any of our staff can do anything for you in the future, please do not hesitate to contact us. Thank you for allowing us to continue to provide you your financial services.

May God bless each of you and I wish you only the best in the future!

Gary N. Fairley
President/CEO



Phone.

601-922-7055



Website

jacksonareafcu.com



Mailing Address

P.O. Box 1403
Jackson, MS 39215



Locations.

5675 Hwy 18 W Jackson
7375 Siwell Rd. Byram

2021 ANNUAL REPORT

Jackson Area Federal Credit Union was federally chartered on February 17, 1953, as the City of Jackson Municipal Employees Federal Credit Union. There are many ways to be eligible to join Jackson Area Federal Credit Union. In the late 2000's, we changed our credit union charter to make eligible for JAFUCU membership those who live, work, worship or attend school in Hinds County, Mississippi. Today, Jackson Area FCU serves approximately 60 Select Employee Groups (SEG). A list of these SEGs can be found on our website at www.jacksonareafcu.com. Immediate family members of JAFUCU members are also eligible for credit union membership.

For 24/7 Account Access

Download our JAFUCU mobile app



Download our JAFUCU card app



Save the planet and sign up for e-statements today!

Visit jacksonareafcu.com



Phone.

601-922-7055



Website

jacksonareafcu.com



Mailing Address

P.O. Box 1403
Jackson, MS 39215



Locations.

5675 Hwy 18 W Jackson
7375 Siwell Rd. Byram