

# PEPCO FEDERAL CREDIT UNION 2022 Annual Report

## Annual Meeting Notice

The Annual Meeting of the Pepco Federal Credit Union will be held in a virtual format on October 26, 2023 at 11:00 a.m. in accordance with the NCUA Guidelines of March 2020. Additional information and sign on instructions will be sent out by email and posted on our website in Sept.

## LETTER TO OUR MEMBERS

Dear Fellow Credit Union Members,

It has been said that change is often accompanied by opportunity. PFCU has undergone numerous changes throughout the years. And with them, our Credit Union's consistent sound financial condition has provided us the opportunities for increased services to our membership. As we implement these changes and provide additional services, it is our hope that our members will avail themselves the benefits of belonging to our Credit Union.

The loyalty of you, our members, and the loyalty and dedication of our PFCU Staff has contributed immensely to our successes.

We have met the challenges of the past and will continue to meet any upcoming challenges with the same enthusiasm.

It has been a privilege to serve as your Chairman, in 2022.

Brandon Bowles, Chairman of the Board of Directors & Kenneth E. Filipovich, President / CEO

### BOARD OF DIRECTORS

Brandon Bowles  
Chairman

Janet Randolph  
Director

Patti Johnson  
Director

Brian Buck  
Treasurer

Donna Perry  
Secretary

Stephen L. Sunderhauf  
Vice Chairman

James Pringle  
Director

### FINANCIAL COMMITTEE

Brian Buck  
Janet Randolph  
Patti Johnson  
Donna Perry

### SUPERVISORY COMMITTEE

Brandon Bowles  
Omar Abdallah  
Renee Spence

### CREDIT COMMITTEE

Michelle Robinson  
Marc Robinson  
Lawrence Wooten

### CREDIT UNION STAFF

Kenneth E. Filipovich  
President, CEO

Anthony Bailey  
Vice President

Sergout Workue  
Branch Office Supervisor

Samara Nealious  
Benning Branch Office Supervisor

Sherri Grandy  
Operations Officer

Jessica Robinson  
Member Service Representative

## COMPARATIVE STATEMENTS OF FINANCIAL CONDITION December 31, 2021 & 2022

ASSETS	2021	2022
Loans to Members (less allowance account)	\$ 6,591,576	\$ 6,432,711
Cash and Cash Equivalents	554,083	1,214,996
Investments	31,310,862	29,659,216
Furniture & Equipment (less depreciation)	26,302	21,766
Other Assets	133,254	183,546
<b>Total</b>	<b>\$ 38,616,077</b>	<b>\$ 37,512,235</b>
<b>LIABILITIES AND MEMBERS EQUITY</b>		
Shares on Deposit	\$ 35,380,633	\$ 34,254,774
Reserves	336,998	336,998
Undivided Earnings	2,824,823	2,826,839
Other Liabilities	73,623	93,624
<b>Total</b>	<b>\$ 38,616,077</b>	<b>\$ 37,512,235</b>
<b>STATEMENT OF INCOME</b>		
Interest and Fees on Loans	\$ 690,526	\$ 677,758
Investment Income	183,158	339,447
Other Income	323,869	326,094
<b>Gross Income</b>	<b>\$ 1,197,553</b>	<b>\$ 1,343,299</b>
<b>INTEREST EXPENSE</b>		
Interest Paid to Members	\$ 73,153	\$ 72,116
Interest on Notes Payable	Ø	Ø
<b>Total Interest Expense</b>	<b>\$ 73,153</b>	<b>\$ 72,116</b>
<b>OPERATING EXPENSE</b>		
Employee Compensation	\$ 722,701	\$ 733,362
Provision for Loan Losses	26,171	20,000
Professional & Outside Services	37,802	44,261
General & Administrative Expense	394,728	471,544
<b>Total Operating Expense</b>	<b>\$ 1,181,402</b>	<b>\$ 1,269,167</b>
<b>NET OPERATING INCOME (LOSS)</b>	<b>(\$ 57,002)</b>	<b>\$ 2,016</b>
<b>NET OPERATING GAIN (LOSS)</b>	<b>Ø</b>	<b>Ø</b>
<b>RECLASSIFICATION ADJUSTMENT FOR (LOSS)</b>	<b>Ø</b>	<b>Ø</b>
<b>NET INCOME (LOSS)</b>	<b>(\$ 57,002)</b>	<b>\$ 2,016</b>