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SHAPING
TOMORROW
**SERVING
TODAY**



ANNUAL REPORT

Edwards Federal Credit Union is dedicated to serving your needs today while building a stronger financial future for tomorrow. Together, we're creating new opportunities and enhancing the member experience to make Antelope Valley an even better place to call home.

PRESIDENT & CEO MESSAGE

Shaping A Stronger Future for Our Members



Dear Members,

At Edwards Federal Credit Union, our commitment to shaping tomorrow while serving today is at the heart of everything we do. Over the past year, we've introduced innovative services and transformative projects designed to make banking more accessible, convenient, and meaningful for you.

From the launch of our new website—to the continued success of our new Everything + Checking Account and MyCash payday alternative loan, every initiative has been focused on improving your financial journey. This year, we also introduced streamlined loan application processes and extended our support to small businesses across the Antelope Valley, empowering local entrepreneurs to thrive.

Our commitment to community remains steadfast. As proud supporters of the Antelope Valley, we've deepened our partnerships with

the City of Palmdale and Lancaster and other regional organizations to strengthen the place we call home. Additionally, our founding partnership with Antelope Valley's AV Alta professional soccer teams highlights our dedication to bringing exciting opportunities to our community.

"Through all this growth and innovation, our financial foundation remains strong, ensuring we can continue delivering exceptional value and service. "

I'm incredibly proud of how far we've come and excited about the possibilities ahead. Together, we're not only shaping a brighter future—we're making it happen today.

With gratitude,
Carter Pope
President/CEO

CHAIRMAN'S MESSAGE

The Value of Your Credit Union

We are very proud of the services and enhanced products we were able to bring to you this past year. With continued focus on sound policies, effective procedures, and cost discipline, we have supported our strong Net Worth which has enabled your Credit Union to offer these enhanced products and services to you. We are proud to offer a safe and secure financial environment for the Antelope Valley community. We offer affordable loans to help our members who need to borrow, and competitive rates for our savers, all while exploring ways to better spread our availability to the community. In addition to our ATM's located around the

Antelope Valley, our location in town offers a drive through ATM lane, ample parking, and a dedicated room for community use. I hope you will continue to help us spread the word about the value of your credit union. Lastly, I want you to know that our energized management team continues to work extremely hard to meet the needs of the membership as we continue ways to make your experience with us enjoyable in these financial times.

Martin C. O'Brien
Chair – Board of Directors

Treasurer's Report

The year 2024 was both a year of expansion of services and a financial restructuring at the same time. As we all know, while the rate of inflation has declined, prices have not. Interest rate competition among financial institutions has been increasing, and the consumer and real estate marketplace has been evolving. All of these factors have had an impact on our credit union.

You will notice on the included financial statement a decline in total assets of \$11 million. Because of our excellent liquidity management, this was managed without any impact on our ability to meet the member loan demand. A total of approximately \$29 Million in new loans were issued. The service and systems improvement were also funded from prior year liquidity plus ups (good net income from previous years) by decreasing our investments accounts. Member shares also declined by \$13 million. The economy accounts for most of this decline, with interest rate competition expanding and the increases

in living costs. Certificates of Deposits and money market certificates declined by over \$7 million. This is evidenced by a restructuring of how you managed your money by holding more funds in your checking accounts vs long term savings accounts. While loan losses have increased, they remain substantially below the California and national averages.

Our credit union is well postured with sufficient liquidity based on a well-managed short term investment portfolio to meet the loan requirements of the membership for 2025. Our capital Ratio is 9.37 percent. The national average of all credit unions is slightly over 11 percent. Our capital account benefited from the continued net income over the last three years and by the interest rate market by increasing the market value of our investment portfolio. With the changes implemented in 2024 and continuing in 2025, our credit union is well postured to meet your financial needs and your neighbor's financial needs in 2025 and beyond.

SUPERVISORY COMMITTEE REPORT

Safe, Sound, and Well-Managed

The Supervisory Committee is composed of member volunteers who are responsible for ensuring the credit union follows established policies and procedures to remain in compliance with all state and federal regulations. Reporting directly to the credit union's Board of Directors, we ensure that Edwards Federal Credit Union's (EFCU) financial statements are accurate and that they provide a true assessment of the financial condition of the credit union. We are also responsible for confirming that management practices and procedures successfully safeguard members' assets.

During 2024, we oversaw two annual external audits. Both the National Credit Union Administration (NCUA) and our independent public accounting firm, Moss Adams, conducted examinations of the credit union's records, policies, and the security of its computer systems.

Based on the results of these examinations, we can assure our members that Edwards Federal Credit Union continues to comply with all applicable

laws and regulations and remains safe, sound, and well-managed.

The Supervisory Committee serves as a liaison between the members and Edwards Federal Credit Union. It consists of three members: Charlene Maldonado Acosta, Melvin Joya, and James Royal. We are here to assist you, whether you have a concern or would like to share a positive experience. Your feedback is important to us.

You can contact us via our email
SupervisoryCommittee2@edwardsfcu.org
or write to:
Supervisory Committee
Edwards Federal Credit Union
39963 10th Street West
P.O. Box 4
Palmdale, CA 93551

Charlene Maldonado Acosta
 Chair – Supervisory Committee

Financial Report

December 31, 2024 and 2023 (Unaudited)

CONSOLIDATED STATEMENT OF FINANCIAL CONDITION

ASSETS	2023	2024*
Cash and Cash Equivalents	\$16,178,210	\$15,762,749
Loans Receivable, net	124,512,147	123,749,016
Investments	111,254,354	99,083,975
Property and Equipment, net	10,105,460	10,135,069
Share Insurance Deposit	2,486,372	2,528,684
Other Assets	5,496,210	7,869,033
TOTAL ASSETS	\$270,032,753	\$259,128,525
LIABILITIES & MEMBER EQUITY		
Accrued Expenses and other Liabilities	\$1,635,447	\$1,736,982
Members' Shares	252,807,413	239,743,989
Total Equity	15,589,892	17,647,554
TOTAL LIABILITIES AND MEMBER EQUITY	\$270,032,753	\$259,128,525

December 31, 2023 and 2022 (Unaudited)

CONSOLIDATED STATEMENT OF INCOME

INTEREST INCOME	2023	2024*
Interest on Loans	\$6,487,232	\$7,188,681
Interest on Investments and Cash Equiv	3,135,694	3,239,753
	\$9,622,926	\$10,428,434
INTEREST EXPENSE		
Dividends on members' and borrowed funds	\$1,445,935	\$1,654,257
Net Interest Income	8,176,991	8,774,177
Provision for Loan Losses	(234,667)	(862,870)
Net Interest Income after Provision for Loan Losses	\$7,942,325	\$7,911,307
NON INTEREST INCOME/(LOSS)		
Income from Services	\$983,567	\$1,118,811
Miscellaneous Income	1,311,622	1,394,178
Non Operating Income/(Loss)	\$2,295,189	\$2,512,989
GENERAL AND ADMINISTRATIVE EXPENSES		
Salaries and Benefits	\$3,757,621	\$4,005,221
Operations	4,265,103	5,323,659
Occupancy	543,869	260,431
	\$8,566,593	\$9,589,310
NET INCOME (LOSS)	\$1,670,921	\$834,986

BOARD OF DIRECTORS

Martin O'Brien
Chair

Lindsay Harris
Secretary

Ron Guyadeen
Director

Kim Dunham
Vice Chair

Ron Davino
Director

Don Sullivan
Treasurer

Ardith Richardson
Director

SUPERVISORY COMMITTEE

Charlene Maldonado
Chair

Melvin Joya
Member

James Royal
Member

LEADERSHIP TEAM

Carter Pope
President and
Chief Executive Officer

Jackie Taqué
Chief Experience Officer

Sandra Groover
Chief Information Officer

Tina Rice
Chief Financial Officer



Branch Locations

PALMDALE

39963 10th Street West, Palmdale, CA 93551

Mon-Fri 9:30AM - 6PM, Saturday 9AM - 1PM

Phone: 661.952.5945

Fax: 661.942.3573

EDWARDS AFB

10 South Muroc Drive, Edwards AFB, CA 93524

Mon-Fri 9AM - 5PM

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