

2025 TREASURER'S REPORT

ANNUAL REPORT

2026 ANNUAL MEETING

SUMMARY OF FINANCIAL CONDITION

ASSETS

Cash on Hand	\$2,622,523
Cash on Deposit	\$14,432,200
Loans to Members	\$95,894,615
Less: Allowance Loan Losses	\$(439,654)

Total Net Loans & Cash \$112,509,684

Investments	\$43,633,493
Land & Buildings	\$685,419

Furniture, Fixtures & Equipment	\$201,281
NCUA Insurance Deposit	\$1,428,076
Other Assets	\$1,522,681
Foreclosed Assets	-
Total Assets	\$159,980,634

LIABILITIES

Accounts Payable	\$840,289
Dividends Payable	\$3,827
Total Net Liabilities	\$844,116

MEMBER'S EQUITY

Member Deposits	\$150,316,020
Retained Earnings	\$8,820,498
Statutory Reserves	-

Total Liabilities & Member's Equity \$159,980,634

STATEMENT OF INCOME

OPERATING INCOME

Income from Loans	\$4,616,467
Income from Investments	\$2,361,105
Total Income	\$6,977,572

Expenses	
Member Dividends	\$1,023,824
Provision for Loan Loss	\$212,378
Interest on Borrowed Money	-
Total Expense	\$1,236,202
Net Income after Provision	\$5,741,370

Non-Interest Income	
Fee Income	\$782,003
Other Operating Income	\$91,185
Gain (Loss) Fixed Assets	-
Other Non-Operating Income	-
Total Non-Interest Income	\$873,188
Total Income	\$6,614,558

OPERATING EXPENSES

Employee Compensation & Benefits	\$2,619,385
Training & Conference	\$19,773
Office Occupancy	\$206,492
Office Operations	\$1,594,110
Education & Promotion	\$114,266
Loan Servicing	\$156,210
Professional & Outside Services	\$276,533
Regulatory Agency Fees	-
Operating fees	\$28,974
Miscellaneous Operating Expense	\$45,884
Total Non-Interest Expenses	\$5,061,627

Net Income \$1,552,930

Greetings Members of Communities of Abilene Federal Credit Union. It is my privilege to welcome you to our annual meeting as we commemorate 70+ years of service.

Originally chartered on December 7, 1955 as Abilene Air Force Base Federal Credit Union, the organization began with seven founding members and assets totaling \$41.50. As of year-end 2025, the credit union has grown to nearly \$159 million in assets—an achievement that reflects decades of prudent management and member support.

A federal credit union exists to empower its members by providing safe, affordable, and accessible financial services that improve their financial well being. Guided by cooperative principles and a commitment to ethical stewardship, the credit union operates not for profit but for the benefit of its member owners, offering fair rates, sound financial guidance, and products designed to support long term stability and opportunity. Through responsible management and a dedication to community service, the credit union strives to strengthen the financial health of every member it serves.

Communities of Abilene Federal Credit Union is a full-service financial institution offering a broad range of products, including savings and checking accounts, safe deposit services, and consumer and real estate lending.

My day job is at an electric company. I believe we power life's possibilities. In many ways, so does Communities of Abilene. I am proud of our mission and the way our staff executes that mission. To our members, thank you for your trust. To our staff, I'm incredibly proud of your work and efforts. Clint, I'm thankful for your service to your country and to our members.

The state of our union is strong! Thank you, and good night.

Sincerely,

Kevin Smothermon
Chairman of the Board



**COMMUNITIES
OF ABILENE**
Federal Credit Union

2025 CHAIRMAN'S REPORT



2025 SUPERVISORY COMMITTEE REPORT

The Supervisory Committee is made up of members who oversee the basic financial health of our credit union. The Committee is responsible for making sure the accounting practices used represent the financial condition of the Credit Union accurately. The Committee continuously monitors the Credit Union's internal controls and insures the institution conforms to National Credit Union Administration (NCUA) and Federal Reserve Board regulations.

To aid us in completing our responsibilities we hire outside audit firms to conduct specific reviews.

In 2025 the firm Eide Bailly LLP completed four quarterly audits; January – March 2025, April – June 2025, July – September 2025 and October – December 2025 on the Share Accounts of Officials and Employees, Dormant Account Activity, Expense Report and Corporate Credit Card Activity, Loan Reviews to Include Officials, Employees and their Family members, File Maintenance Reports, and Bank and General Ledger Account Reconciliations. In 2025 the firm Waypoint completed an Agreed Upon Procedures Audit.

We send a special thank you to our Credit Union President/CEO Clint Wilson and Vice President of Administration Kim Joeris for their outstanding time and assistance to the Supervisory Committee. We also commend and thank all our Credit Union Leadership and staff for their professionalism and cooperation with the Supervisory Committee, all outside auditors and especially with all of the outstanding members of our credit union.

The Supervisory Committee in 2025 said goodbye to departing member Susan Barber. We thanked her for her service to the committee, credit union and its members and wished her well.

The Supervisory Committee invites any credit union member who may be interested in becoming a member of the Supervisory Committee to one of our monthly meetings. We normally meet the first Tuesday of the month at 4 P.M. at the North 6th Street Branch.

If you have any issues concerning your account I respectfully ask that you first call or visiting a branch office. If your issue is not resolved then I ask you to secondly please contact the Supervisory Committee and give us an opportunity to address and work the issue. Lastly, I ask that you contact NCUA as only a last resort. The Supervisory Committee can be contacted by sending a letter to the COAFCU Supervisory Committee P.O. Box 488, Abilene TX 79604.

Respectfully submitted,

KENNETH M. SIMONTON
Chairman Supervisory Committee

2025 PRESIDENT'S REPORT

2025 was another strong year for your credit union. In fact, 2025 was the best year in our 70 year history. Communities of Abilene had earnings of \$1,552,930 and our total assets ended the year at \$159,980,634. Lending activity increased rapidly during 2025 and our investment portfolio continues to provide steady returns. In addition to adding over \$1.5M to our net capital, we were also able to return \$1,023,824 in interest back to our members. Further information on your credit union's financials can be found in the Treasurer's Report you were given upon arrival this evening.

In addition to having a solid year financially, we continue to implement a new suite of technology products. We will introduce a new online banking platform and smartphone app in the next six months and in early 2027, we will offer new credit cards. We continue to offer Kasasa Checking products, giving you an opportunity to earn up to 6% APY on balances up to \$25,000. With a complimentary Kasasa Saver account, you can earn up to 3.75% APY on balances up to \$100,000. Kasasa checking is an opportunity to earn up to \$5,250 per year in rewards just for doing the things most of you already do. Given the falling interest rate environment and stock market volatility, Kasasa Cash is a great way to earn cash rewards every month without having your money tied up in a timed certificate of deposit.

Communities of Abilene Federal Credit Union continues to keep our operating costs in line with industry standards and our collections department has continued to keep our charge-offs and repossessions well below peer averages. Our tellers and member service representatives continue to meet our members' expectations at every turn and will continue to do so moving forward. Every credit union employee is here to help you succeed financially.

We look forward to serving you and your families in 2026. I have no doubt that Communities of Abilene will continue to succeed due to the loyalty and patriotism of you, our member/owners.

I want to thank our members, volunteers and employees for trusting Communities of Abilene Federal Credit Union and I look forward to serving each of you in 2026.

Respectfully Submitted,

Clint Wilson
President and Chief Executive Officer