

2020

ANNUAL REPORT



STRENGTH IN COMMUNITY

PROUDLY SERVING MEMBERS *Since 1950*



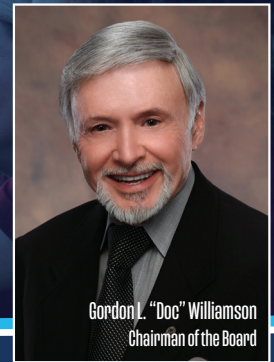
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AODTM
FEDERAL CREDIT UNION

CHAIRMAN

MESSAGE & REPORT - 2020

Our Founders understood a simple principle that is as true today as it was in 1950: No one is as committed to the success of the community like the men and women of the community itself.



Gordon L. "Doc" Williamson
Chairman of the Board

AOD Federal Credit Union (AODFCU) has been honored to serve you with quality member service for over 71 years. From our humble beginnings at the Anniston Army Depot in 1950, with 45 charter members, your credit union has now grown to over 35,000 members and over \$399 million in assets.

As Chairman of the Board, I am proud to present the 2020 Annual report for AOD Federal Credit Union and pleased to report that AODFCU finished 2020 stronger and more stable than ever. The contributions of management and staff along with the commitment of your Board of Directors and Supervisory Committee all combined to make AOD Federal Credit Union one of the safest and financially strong institutions in Alabama.

As we look back on 2020, we will all remember it as a year like none other. It was a very challenging year for everyone but out of those challenges we learned of new ways to conduct business, improve processes, and continued to fulfill the mission of AOD Federal Credit Union. As the county began to shut down AOD Federal Credit Union remained operational to serve the needs of our members. While changes in operations were necessary at times, we remained available to our membership. Our membership had to adjust to this new normal as well, and I am very pleased that AOD Federal Credit Union was prepared and all our digital channels were available for our membership. The credit union continued to upgrade technology and facilities to improve efficiencies and improve member service.

AODFCU continues to expand our field of membership by partnering with more than 1060 Select Employer Groups to enable their employees and their families to enjoy the benefits of membership with AOD Federal Credit Union. AOD Federal Credit Union was approved to expand our field of membership to underserved communities in 10 counties which will enable AOD Federal Credit Union to provide financial services to any that lives, works, worships or goes to school in those communities.

AOD Federal Credit Union opened its second school branch in 2020 at Walter Welborn High school and continue to operate a branch at Anniston High School.

In 2020 AOD Federal Credit Union was voted as Anniston Star's Readers' Choice #1 Best Financial Institution in Calhoun County.

OTHER HIGHLIGHTS & ACCOMPLISHMENTS FROM 2020

- Celebrated AOD Federal Credit Unions 70th Anniversary.
- AODFCU opened its 7th branch in Pell City.
- Established Emergency loans for members affected by the COVID-19 Pandemic.
- Participated in the CARES ACT Payroll Protection Plan to help our local Businesses.
- Awarded 11 AODFCU Star of Excellence Scholarships valued at \$1,000 each, which includes 1 (one) Star of Excellence Scholarship to a student in pursuit of a degree in Engineering and 20 Spirit of AODFCU Scholarships valued at \$500 each.
- Provided many hours of volunteer service to the community.
- Maintained low service fees saving our members millions of dollars.
- Provided Early Posting of Payrolls, Social Security, Retirement, etc. to give members faster access to their money when the month ends on a weekend or holiday.
- Enhanced our digital channels by providing Remote Deposit Capture, added a chat feature for another channel for our members to communicate, updating the AOD app, and continuing to improve the functionality of our website.
- Allocated additional monies to the in-house 30-year fixed rate loan program.
- Launched a signature VISA card that give 3% cash back.
- We continued to grow in our business loan portfolio.
- Maintained good profitability and excellent capital.

AODFCU will continue to strive to improve your financial relationship with us by providing you with quality products and exceptional service. On behalf of the Board of Directors, Supervisory Committee, Management and staff of AODFCU, we are honored to have the privilege of serving you, our member-owners. We congratulate everyone who contributed to another successful year at AOD Federal Credit Union.

Respectfully,

Gordon L. "Doc" Williamson, Chairman of the Board

Mission Statement

AOD Federal Credit Union is a cooperative organized for members to pool their savings, lend them to one another, and own the organization where they save, borrow and obtain related financial services.

Organizational Values

- Progressive
- Commitment to a Quality Staff
- Community Service
- Integrity
- Commitment to Members' Financial Well-Being

Working Vision Statement — **"Quality Member Service"**

TREASURER'S REPORT - 2020

True to our roots, even as we have grown, we have remained tightly connected and wholly committed to our communities. We are owned, led, and operated by members for members.

STATEMENT OF FINANCIAL CONDITION

ASSETS	2020	2019
TOTAL LOANS	\$193,355,299	\$171,619,236
ALLOWANCE FOR LOAN LOSS	-\$2,512,825	-\$2,654,533
NET INVESTMENTS	\$188,308,481	\$137,293,657
TOTAL OTHER CURRENT ASSETS	\$6,726,783	\$6,804,736
TOTAL FIXED ASSETS	\$11,027,743	\$9,980,511
ACCRUED INCOME & OTHER ASSETS	\$2,293,333	\$2,022,857
TOTAL ASSETS	\$399,198,815	\$325,066,464
LIABILITIES AND MEMBERS EQUITY	2020	2019
TOTAL LIABILITIES	\$193,355,299	\$171,619,236
TOTAL MEMBER SHARES AND DEPOSITS	-\$2,512,825	-\$2,654,533
TOTAL EQUITY	\$188,308,481	\$137,293,657
TOTAL LIABILITIES AND EQUITY	\$399,198,815	\$325,066,464

STATEMENT OF INCOME

INTEREST INCOME	2020	2019
INTEREST LOANS	\$7,573,713	\$7,822,904
INTEREST ON INVESTMENTS	\$2,678,472	\$2,899,152
TOTAL INTEREST INCOME	\$10,252,185	\$10,772,056
INTEREST EXPENSE	\$2,004,453	\$1,340,749
NET INTEREST INCOME	\$8,247,732	\$9,381,307
PROVISION FOR LOSSES	\$701,969	\$1,861,347
NET INTEREST INCOME AFTER PROVISION FOR LOSSES	\$7,545,763	\$7,519,960
NON-INTEREST INCOME	\$6,066,711	\$6,422,047
NON-INTEREST EXPENSE	\$11,532,118	\$10,814,440
NON-OPERATING INCOME (EXPENSE)	\$82,476	\$0
NET INCOME	\$2,162,833	\$3,127,567

AODFCU Leadership

BOARD OF DIRECTORS

CHAIRMAN
GORDON "DOC" WILLIAMSON

VICE CHAIRMAN
DELLE BEAN

TREASURER
BOBBY ISRAEL

ACTING TREASURER
JIM WEBB

SECRETARY
GLORIA "JEAN" NEWTON

BOARD MEMBERS
JIM WEBB, LARRY DAUGHTERY, &
RONALD SELF

SUPERVISORY COMMITTEE

CHAIRMAN
CHARLENE STALLINGS

VICE CHAIRMAN
DONTÉ VINCENT

SECRETARY/RECORDING OFFICER
CINDY TAYLOR

COMMITTEE MEMBER
GLORIA "JEAN" NEWTON

SENIOR MANAGEMENT

CHIEF EXECUTIVE OFFICER
VIRGINIA BOWEN

CHIEF FINANCIAL OFFICER
DAVID MOONEY

CHIEF OPERATIONS OFFICER
RIKKI GRABEN

CHIEF INFORMATION OFFICER
ROBERT GUICE

Our Branch Locations

BYNUM

334 Victory Dr.
Bynum, AL
36253

DEPOT

Anniston Army
Depot Bldg. 141
Anniston, AL
36201

GREENBRIER

216 E. Greenbrier
Dear Road
Anniston, AL
36207

JACKSONVILLE

1060 JD & L Dr. SW
Jacksonville, AL
36265

LENLOCK

150 Bill Robison
Parkway
Anniston, AL
36206

OXFORD

12 Elm St.
Oxford, AL
36203

PELL CITY

275 Vaughan Lane
Pell City, AL
35125