



BEYOND
WHAT YOU
Expected

Friendly

Trustworthy

Reliable

2021 Annual Report



Dear Valued Member-Owners,

Another year has passed as we all continue to work together as a member-owned financial cooperative through unprecedented times. It means so much to the volunteer board and credit union employees that you entrust U1 to provide you with your essential financial services. It is our pleasure to serve and deliver to you the best possible experience.

Our focus on our members, communities, and employees all contributes to how U1 strives to fulfill Beyond What You Expected service. We are proud to support numerous local organizations and play an active role in our local communities. Regardless of the changes in the world around us, U1 remains committed to our members, employees, and communities. We continue to be a healthy financial cooperative and are privileged to assist our members with the service and support that you depend on each day, whether that day was yesterday, today, or tomorrow. We are proud of the successes of the past year and share our 2021 performance with you in this annual report.

U1 delivers Beyond What You Expected service through our core values of Trustworthy, Reliable, and Friendly. Our continued member commitment is to only recommend the best products, services, and financial education to empower you to make the right decisions for you, your family or business. We are here to help and guide – face-to-face, by phone, email, or online chat!

Thank you for another great year! Our members, volunteers and staff continue to represent People Helping People as they have for over 84 years. We are honored with the opportunity to continue making a difference in the lives of our community and members.

Sincerely,

Board of Directors

FINANCIAL REPORT

The Board of Directors ensures the Credit Union conducts its operations and activities in a safe and sound manner.

The Board of Directors retains the services of RSM US LLP, to audit the annual financial statements. The financial statements for the year ended September 30, 2021, and audit opinion thereon are available for review at Universal 1 Credit Union, Inc. Corporate Headquarters.

“The relationship our staff builds
with you helps them think of you first.”

Universal 1 Credit Union, Inc.

Balance Sheets September 30, 2021 and 2020

	2021	2020
Assets		
Cash and cash equivalents	\$ 131,112,185	\$ 83,182,677
Deposits in corporate credit union	910,211	5,910,211
Investments - available-for-sale	83,108,827	79,905,768
Loans, net	240,476,785	253,682,164
Accrued interest receivable	728,580	764,390
Property and equipment, net	8,046,039	8,302,248
Federal Home Loan Bank stock, at cost	681,000	681,000
Equity securities with readily determinable fair value	-	787,100
Other assets	2,411,239	3,750,445
NCUSIF deposit	3,999,680	3,707,737
	<u>471,474,546</u>	<u>440,673,740</u>
Total assets	\$ 471,474,546	\$ 440,673,740
Liabilities and Members' Equity		
Members' shares	\$ 429,377,007	\$ 400,294,954
Accrued expenses and other liabilities	3,047,018	2,780,780
Total liabilities	<u>432,424,025</u>	<u>403,075,734</u>
Commitments and contingencies (Note 12)		
Members' equity:		
Retained earnings - partially restricted	39,642,181	37,211,822
Accumulated other comprehensive (loss) income	(591,660)	386,184
Total members' equity	<u>39,050,521</u>	<u>37,598,006</u>
Total liabilities and members' equity	<u>\$ 471,474,546</u>	<u>\$ 440,673,740</u>

See notes to financial statements.

Universal 1 Credit Union, Inc.

Statements of Income
Years Ended September 30, 2021 and 2020

	2021	2020
Interest income:		
Loans	\$ 11,332,259	\$ 13,228,810
Investments and cash equivalents	1,040,741	1,306,248
Total interest income	12,373,000	14,535,058
Dividends on members' shares	2,402,631	3,312,806
Net interest income	9,970,369	11,222,252
Provision for loan losses	(360,000)	1,625,000
Net interest income after provision for loan losses	10,330,369	9,597,252
Noninterest income:		
Share draft service charges and fee income	2,166,825	2,232,799
Credit, check card and other interchange income	2,879,397	2,259,166
Net gain on sale of available-for-sale investments	19,539	9,806
Net loss on sale of equity securities	(46,846)	-
Net unrealized gain on equity securities	-	46,846
Total noninterest income, net	5,018,915	4,548,617
Operating expense:		
Compensation and employee benefits	6,344,440	6,900,890
Office operations	2,222,721	2,203,364
Occupancy and maintenance	1,187,476	1,279,381
Education and promotion	239,664	294,853
Loan servicing	758,777	702,109
Outside services	2,021,047	1,954,511
Other	144,800	164,291
Total operating expense	12,918,925	13,499,399
Net income	\$ 2,430,359	\$ 646,470

See notes to financial statements.

“It is our commitment to you to provide an experience that is Beyond what you Expected.”

Universal 1 Credit Union, Inc.

Statements of Comprehensive Income
Years Ended September 30, 2021 and 2020

	2021	2020
Net income	<u>\$ 2,430,359</u>	<u>\$ 646,470</u>
Other comprehensive (loss) income:		
Unrealized (loss) gain on investments classified as available-for-sale	(1,005,798)	187,409
Reclassification adjustment for net realized gains on available-for-sale investments included in net income	(19,539)	(9,806)
Net actuarial gain (loss) on postretirement liability	47,493	(45,777)
Total other comprehensive (loss) income	<u>(977,844)</u>	<u>131,826</u>
Comprehensive income	<u><u>\$ 1,452,515</u></u>	<u><u>\$ 778,296</u></u>

Universal 1 Credit Union, Inc.

Statements of Members' Equity
Years Ended September 30, 2021 and 2020

	Retained Earnings - Partially Restricted	Accumulated Other Comprehensive Income (Loss)	Total Members' Equity
Balance, September 30, 2019	\$ 36,565,352	\$ 254,358	\$ 36,819,710
Net income	646,470	-	646,470
Other comprehensive income	-	131,826	131,826
Balance, September 30, 2020	37,211,822	386,184	37,598,006
Net income	2,430,359	-	2,430,359
Other comprehensive (loss)	-	(977,844)	(977,844)
Balance, September 30, 2021	\$ 39,642,181	\$ (591,660)	\$ 39,050,521

“We will always serve and assist you
in your pursuit of financial success.”



BOARD OF DIRECTORS AND EXECUTIVE TEAM

Thomas J. Hickey
Chairman of the Board

Jeffrey W. Gammell
Secretary of the Board

Rosemary D. Domansky
Director

Nancy J. Stapp
Director

Michael P. Thonnerieux
Director

Jessica O. Jones
President/CEO

Michael L. Hardwick
Chief Information Officer

Kathryn M. Lewis
Chief Financial Officer/Treasurer

Lisa N. Schaefer
Chief Operations Officer

LOCATIONS

Austin Park

9900 Springboro Pk.
Miamisburg, OH 45342
937.435.7268

Dayton - Corporate

One River Park Dr.
Dayton, OH 45409
937.225.6800

Sidney

2835 Michigan St.
Sidney, OH 45365
937.498.2320

Beavercreek

2450 Esquire Dr.
Beavercreek, OH 45434
937.431.3100

Huber Heights

2933 Harshman Rd.
Dayton, OH 45424
937.235.0303

Sugarcreek

6270 Wilmington Pk.
Dayton, OH 45459
937.848.6050

Chillicothe

1080 N. Bridge St.
Chillicothe, OH 45601
740.775.4321

Miami Valley Hospital

One Wyoming St.
Dayton, OH 45402
937.208.2745

Vandalia

718 S. Dixie Dr.
Vandalia, OH 45377
937.898.3915