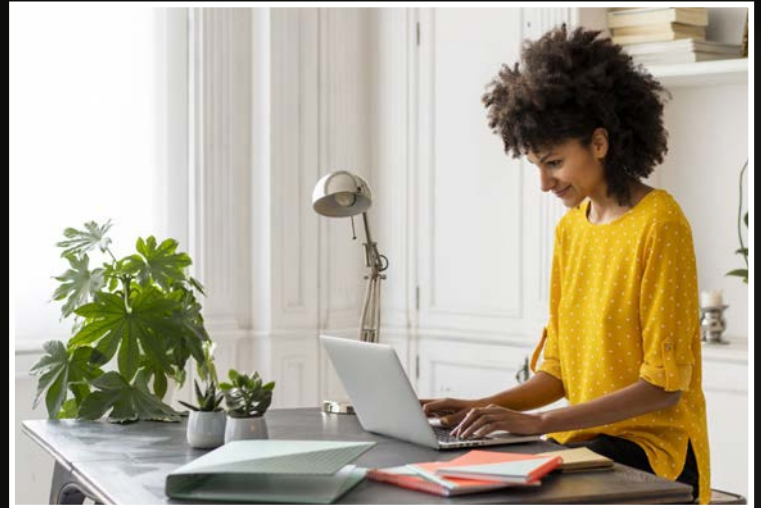


*Annual Meeting/
Member Appreciation Day*
April 25, 2024

*Servicing the
Financial Needs
of our Members
at All Times...*



Annual Report

The ***Educated*** Financial Choice

Federally insured by NCUA.

Supervisory Committee Report

The Supervisory Committee monitors the Credit Union's operations and procedures on behalf of the membership. Our responsibilities include overseeing the direction and focus of the internal audit function, initiating an annual external audit of the Credit Union's financial records and control structure, commissioning member account verification, and ensuring an ongoing review of closed accounts.

Each year we have an annual audit performed by an independent CPA firm to ensure that the Credit Union's financial statements accurately and fairly present the financial condition of the Credit Union, and that

Management practices and procedures safeguard members' assets. This past year, we contracted with Nearman, Maynard, Vallez CPAs to conduct the annual financial audit. The financial statements as of the audit date of September 30, 2023 fairly present in all material respects, the Credit Union's financial position, results of operations, and cash flows.

As an committee, we extend our thanks to the members of the Board of Directors and the Credit Union staff for their cooperation, assistance, and support.

Members: Dr. Veronique Frucot, Kimberly Powell, Ann Shoemaker

Board of Directors' Report

Dr. Anne Edison, CHAIRPERSON

The year 2023 ushered in continued interest rate increases implemented by the Federal Reserve to deter possible inflationary factors and economists have noted a U.S. recession appears to have been averted. Virginia Educators Credit Union (VECU) remains secure, financially sound, and committed to the financial well-being of our members. Since first established in 1954, VECU has taken the fiscal responsibility of protecting member assets very seriously. VECU is regularly examined by regulators to ensure our credit union is adhering to required compliance standards. The credit union's net worth capital ratio (which is used to gauge the "health" of a financial institution) ended the year at 17% - well above the standard which considers 7% to be "well capitalized". Our credit union continues to maintain a strong financial position with the support of the dedicated employees, volunteers, and members of the credit union.

Credit unions were originally founded to provide individuals with an opportunity to receive credit (loans) at reasonable and manageable rates. VECU does and will continue to provide low and competitive rates on loans to ensure members' financial goals can be achieved, which may include vehicle and home ownership. Please consider and support your credit union as your first choice for all your lending needs. Additionally, your credit union is committed to providing support to our members to ensure your financial health. We have several available solutions to meet your financial needs such as refinancing loans at a lower interest rate to

reduce payments from other lenders, and free credit and financial reviews. We also have a full array of convenient services to ensure you have access to your account 24/7; these services enable you to access your account wherever you are at any time.

As an educational based credit union, Virginia Educators knows the importance of providing financial educational opportunities for our members and students. VECU was awarded the Desjardins First Place State Award for credit unions in our asset size for promoting youth financial literacy within our field of membership. VECU also continued to provide financial support with both student and educator scholarships. We also want to thank the schools and educators for inviting us to participate in supporting classroom and other financial events!

Virginia Educators Credit Union belongs to the member owners. We are a financial cooperative operating within the philosophy of "people helping people." The Board of Directors, management, and staff thank you for making the "educated" financial choice through your membership. Please share the benefits of membership with your family and co-workers who are also eligible to join as our credit union is committed to assisting with the financial well-being of educators and their families in 2024!

Members: Lisa Boone, Carolyn Chittenden, Dr. Anne Edison (Chairperson), Thomas Fisher, Reginald Fox (Vice-Chairperson), Dennis Jarrett (Treasurer), Steven Kanehl (Secretary), Doretha Spells, Dr. Thomasena Woods

Treasurer's Report

Dennis Jarrett, TREASURER

Financial Statistics for Year Ending December 31

ASSETS	2023	2022
Cash	28,430,639	25,732,443
Investments	37,846,474	42,175,762
Loans, Net of Allowance for Loan Losses	8,806,726	9,670,800
Total Other Assets	2,194,613	2,236,443
TOTAL ASSETS	77,278,452	79,815,448
LIABILITIES		
Accrued Dividends & Other Liabilities	305,245	368,220
Total Shares & Deposits	63,799,738	69,086,662
TOTAL LIABILITIES	64,104,983	69,454,882
EQUITY		
Undivided Earnings	12,193,890	9,380,987
Regular Reserves	979,579	979,579
TOTAL EQUITY	13,173,469	10,360,566
TOTAL LIABILITIES, SHARES AND EQUITY	77,278,452	79,815,448
INTEREST INCOME		
Interest on Loans	534,799	587,069
Income from Investments	3,117,646	1,101,752
TOTAL INTEREST INCOME	3,652,445	1,688,821
INTEREST EXPENSE		
Dividends on Shares	28,337	33,770
Interest on Borrowed Money	0	0
TOTAL DIVIDEND/INTEREST EXPENSE	28,337	33,770
NET INTEREST INCOME	3,624,108	1,655,051
Provision for Loan Loss	10,658	(22,506)
NET INTEREST INCOME AFTER PROVISION	3,634,766	1,632,545
TOTAL NON-INTEREST INCOME	519,057	639,722
NON-INTEREST EXPENSE		
Employee Compensation & Benefits	378,177	371,242
Office Occupancy Expense	143,996	163,642
Office Operations Expense	200,439	201,604
Educational & Promotional Expense	25,103	30,858
Other Professional Operating Expenses	593,674	572,963
TOTAL NON-INTEREST EXPENSES	1,341,389	1,340,309
NET INCOME	2,812,434	931,959

Board of Directors



Dr. Anne Edison
CHAIRPERSON



Mr. Reginald Fox
VICE-CHAIRPERSON



Mr. Dennis Jarrett,
CPFO
TREASURER



Mr. Steven Kanehl
(CPA inactive)
SECRETARY



Ms. Lisa Boone



Ms. Carolyn Chittenden



Mr. Thomas Fisher



Ms. Doretha Spells



Dr. Thomasena Woods



Ms. Sharon Conti,
CPA, CGMA
PRESIDENT/CEO

Supervisory Committee

Dr. Veronique Frucot

Kimberly Powell

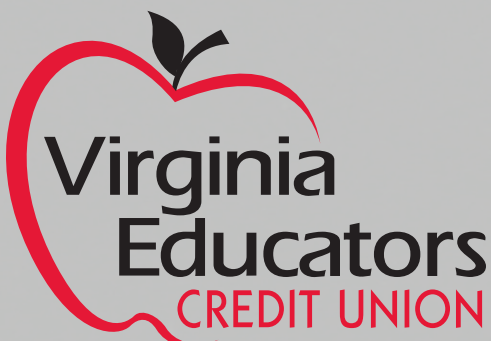
Ann Shoemaker

Leadership

Sharon Conti, CPA, CGMA
PRESIDENT/CEO

Jeslyn Hughes
ACCOUNTING MANAGER

Marilyn Voigt
BRANCH MANAGER



NETTLES DRIVE OFFICE
12626 Nettles Drive, Newport News, VA 23606

MAIN STREET OFFICE
812 Main Street, Newport News, VA 23605

