# *Annual Report*

TO MEMBERS OF THE

# Hutchinson Teachers Credit Union

October 1, 1961 to September 30, 1962

SIXTEENTH ANNUAL MEETING • October 18, 1962

A Credit Union is born out of human need, grows as it serves people, endures as long as it is useful

# THE WHITE HOUSE

Washington

Credit unions provide a means for people to lend their savings to each other for productive use. Credit is necessary to the successful functioning of our economy, and credit unions are playing an increasingly important role in providing it.

Credit unions can also make a contribution to the economies of developing countries. This is particularly true in Latin America, where the Alliance for Progress is based on the principle of self-help.

On this fifteenth annual celebration of International Credit Union Day, I take pleasure in congratulating credit union members everywhere on the wise use of savings for productive use.

John F. Kennedy

# OFFICERS

**Directors:**

| | |
|---|---|
| George P. Foster, President | 1963 |
| Don Michael, Vice President | 1963 |
| Clyde Burk, Treasurer | 1962 |
| Ross Herron, Secretary | 1964 |
| Edna Anderson, Member | 1964 |

**Credit Committee:**

| | |
|---|---|
| James T. McLain, Chairman | 1962 |
| Fred Elliott | 1963 |
| A. B. Cameron | 1964 |

**Assistant Treasurer** ........ Mrs. Clyde Burk

**Supervisory Committee:**

| | |
|---|---|
| Bruce McClure, Chairman | 1962 |
| Russell Kingsley | 1963 |
| Vetra Hahn | 1964 |

**Education Committee:**

Elocile Hoffman, Chairman
Lena Shelton
Augusta Seefeldt

**Managing Director:** Alf W. Miller

# AGENDA

6:00 - 7:00 Dinner

7:00 Meeting called to order

1. Roll call of members
2. Introduction of Guests
3. Minutes of last annual meeting
4. Report of Board of Directors
5. Report of Credit Committee
6. Report of Supervisory Committee
7. Report of Treasurer
8. New Business
   - a. Report of Nominating Committee
   - b. Election of Officers
   - c. Dividends
   - d. Questions from members
   - e. Appointment of committees
   - f. Adjournment

# REPORT OF BOARD OF DIRECTORS

The Board of Directors meets monthly to consider and make decisions relative to the operating policies of the Credit Union. Since we exist only to serve our members, this is the guiding principle in determining policies.

Many of our members have felt that share holders, through their annual dividends, are the ones who gain the most from their memberships. Last year for the first time, and again this year, we have distributed earnings to all members, either through dividends or interest refunds.

Operating costs have been kept to a minimum as you can see from the reports of the treasurer elsewhere in this brochure. Your directors feel that some increases in expenditures will be required in the coming year. We are considering the need for improved office space and equipment.

We solicit your criticisms as well as your suggestions for making the Credit Union of greater service to all. You are welcome at all times to attend our meetings.

George P. Foster, President

## ASSETS

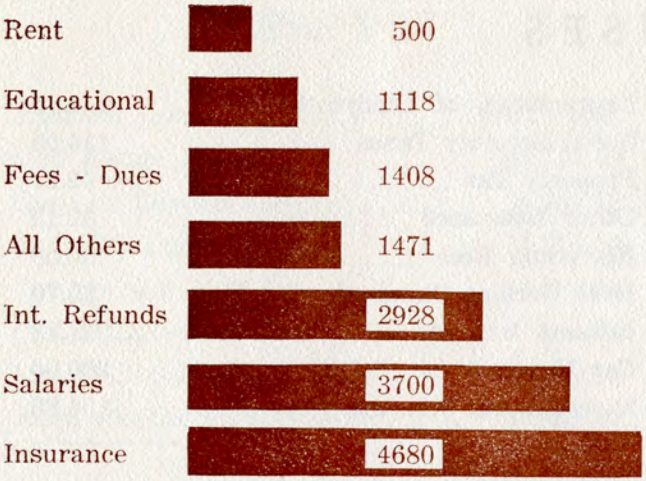
| | |
|---|---|
| Personal Loans | $283,070.96 |
| Real Estate Loans | 62,744.49 |
| Cash on Deposit | 25,268.42 |
| U. S. Government Bonds | 23,370.00 |
| Savings and Loan Shares | 30,000.00 |
| Office Equipment | 849.79 |
| Prepaid Insurance | 719.16 |
| Kans. Central C. U. Shares | 70,005.00 |
| TOTAL ASSETS | $496,027.82 |

## LIABILITIES

| | |
|---|---|
| Contingency Fund | $ 2,500.00 |
| Shares | 455,258.73 |
| Reserve | 15,948.51 |
| Undivided Earnings | 360.32 |
| Net Earnings | 21,960.26 |
| TOTAL LIABILITIES | $496,027.82 |

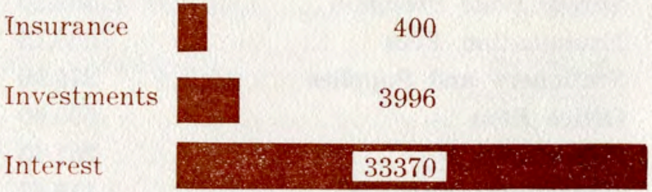
# EXPENSES

| | |
|---|---|
| Treasurer's Salary | $ 2,400.00 |
| Other Salaries | 1,300.00 |
| Borrower's Insurance | 2,073.90 |
| Life Saving Insurance | 2,214.97 |
| League and Chapter Dues | 773.66 |
| Surety Bond Premium | 359.59 |
| Examination Fees | 568.13 |
| Stationery and Supplies | 370.00 |
| Office Rent | 500.00 |
| Telephone | 207.43 |
| Educational Expense | 1,118.62 |
| Collection Expense | $ 43.32 |
| Depreciation of Equipment | 212.45 |
| Social Security Taxes | 114.55 |
| Property Tax | 42.27 |
| Other Insurance | 32.12 |
| Recording Fees | 66.50 |
| Bank Service Charges | 35.70 |
| Interest Refunds | 2,927.78 |
| Car Expense | 260.00 |
| Miscellaneous Expense | 184.86 |
| TOTAL EXPENSES | $15,806.28 |




Expenses: $15,806.28

| | |
|---|---|
| Numbers of Members | 829 |
| Number of Loans | 483 |
| Amount Loaned | $283,767 |




Income: $37,766.54

# THE CREDIT COMMITTEE REPORTS

The credit committee has this year approved applications for loans in the amount of \$295.843.00. This is the total from 483 applications, making an average loan of \$612.00 These were made for many purposes. Approximately 20% of all loans were made for the purchase of cars. We assisted three members in financing boats.

Other reasons given for loan applications are: education, home furnishings, consumer goods, taxes, insurance, current expenses, home repairs, vacations, medical expense, investments, and consolidation of debts.

The above loans exceed those approved for the preceding year by 84 in number and by \$64,000.00 in amount borrowed by members.

Approval of loan applications is based on (1) ability to repay (2) collateral listed, (3) urgency of need, and (4) credit rating with the credit union. Only a very small percent of applications has been disapproved.

# REPORT OF THE SUPERVISORY COMMITTEE

The supervisory committee carries the responsibility for the accuracy of all financial records, the auditing of accounts and the functioning of the organization within the provisions of law, This is the committee which receives reports from members when there is dissatisfaction with the manner of its operation.

The committee reports seven meetings during the year. These meetings have been devoted to the auditing of the treasurer's books and the verification of member's pass books. There were 447 of the latter. They report all books and other records in excellent order.

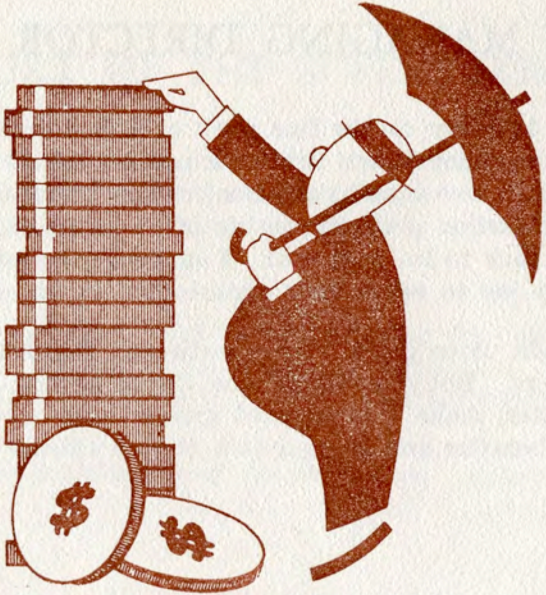
Bruce McClure is chairman of the committee. Other members are Russell Kingsley and Vetra Hahn.

# FROM THE MANAGING DIRECTOR

It has been a considerable task to carry on the fine work of J. B. Garrison, who served the Hutchinson Teachers Credit Union for so many years, first as a member of the Board of Directors and later as its managing director. After two months as his successor, I have come to realize more than ever, the important part the organization plays in the life of its members. I am proud to be one of those whose membership dates back to its first year. I am even more proud that my retirement from public school service allows me to serve your organization in an active capacity.

All of us are glad to see our credit union grow. Its growth and financial stability are evidences of the confidence of its members. But even more the direct benefit it has brought to hundreds of teachers and their associates, make its continued growth a certainty. I pledge to you my best efforts to bring even greater benefits and to maintain the confidence of all members in their credit union.

A. W. Miller



Have you prepared

for a rainy day?