

**MINUTES OF THE ANNUAL MEETING OF THE AMERICAN HERITAGE
FEDERAL CREDIT UNION NO. 5621 HELD WEDNESDAY, NOVEMBER 18, 2020
VIA VIDEOCONFERENCE**

Gary Weyhmuller, Vice Chairman of the Board, called the meeting to order.

Pledge of Allegiance / Moment of Silence

Roll Call of Officers:

Present:	James Brownlow, II John Fafara Bruce K. Foulke Clara Glenn Michael Guntick Jennifer Hannigan	Kathleen Kinslow Anthony Kuczykowski Juan Lopez Gary Weyhmuller Kenneth Wong	
Guests:	Sindi Aleksy Lynn Alexander Marcella Alston Amy Anderson Tom Beck Bill Becker Holly Benedetto Margaret Blessington Nicole Bloomquist Joe Bohley Sara Bonner Rebecca Brackman Flora Caranci Diana Clark Jeff Cocci Bruce Collins Yvette Cummings Denise Davis Thomas DeBolt MaryLou Denzler Kathy DeRocini Karen Devine Kevin DiBricida Mike Dinneen Bryan Eichenbaum Brenda Fischer George Florence Taggart Foulke Nicholas Franks Kevin Galbraith Melissa Garman John Giordano Wilfredo Gonzalez Joshua Green Brian Hahn Donna Handel	Patricia Harrison Richard Hasson Mike Hefner Christina Hodges Kathleen Horton Jennifer Humphreys Ricky Huynh Michael Jang Colleen Jones Alicia Jordan Yanique Joyner Lori Kaluhiokalani Caitlin Kane Matt Keller Sandra Williams-King Patrick Lafferty John Langan Joseph Littman Joe Maguire Fawn Martin Scott McCaw Sean McGee Sharon Mitchell Leah Mormando Maria Murphy Rachel Nguyen Soneda Oildashi Jen O'Brien Adam Ortiz Michael Paglio Ervida Pasho Gina Pelbano Yuliya Penchak Karen Perri Clare Pfeil Lana Popov	Colleen Punzo William Quinn Katelyn Regitko Adam Remshifski Kimi Rettig Thalia Rosario Mary Rosengarten Brett Royer Kathleen Ruppert Lisa Sadowski John Sanabor Brian Schmitt Andrea Schmittinger Eric Schreiber Lillian Scott Nicole Seymour Brian Shotwell Kevin Shotwell Geno Simone Jeanmarie Skelly Lynette Smart Dorian Smith Jeffrey Smith Serena Stancati Virginia Steinke Yuliya Stupen Thomas Swierzy Brian Taggart Gary Tomkins Kevin Tressel Jacob Valencia Jeremy Westhuis Kevin Wigginton Tanya Williams Breana Wolfert Stephen Ziegler

Chairman of the Board, Gary Weyhmuller welcomed everyone to the 71st Annual Meeting of American Heritage Credit Union this evening. Our 2019 annual report, which includes all of the comprehensive committee reports, has been posted on the American Heritage website since May. Each participant received a copy of all of the Annual Meeting documents, as well as an electronic copy of the minutes from the 2019 Annual Meeting. Access to these documents can be found at www.americanheritageCU.org/annualmeeting.

MINUTES OF THE ANNUAL MEETING – APRIL 16, 2019: The minutes of the 2019 Annual Meeting were read by Jennifer Hannigan. Motion was made by Bruce Foulke to accept the Minutes of the Annual Meeting held on Tuesday, April 16, 2019 as published; seconded by Juan Lopez and motion carried unanimously.

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Chairman's Report – Gary noted a few of the major highlights from the Chairman's Report. Our associates performed more than 1,400 hours of community service. American Heritage has seen an increase of over 23,000 new members. Our Kids-N-Hope Foundation donated more than \$270,000 to local pediatric music therapy programs. American Heritage opened new branches in Horsham, PA and Cherry Hill, NJ and joined by former Governor Tom Ridge we dedicated our new state-of-the-art operations center, here on our main campus, known as the Inn. Gary thanked our volunteer Board of Directors for their volunteerism in service to our membership, and specifically the Supervisory, Loan Review and Delinquency Committees for their time and dedication to ensuring that American Heritage is safe, sound and financially strong. He also thanked President and CEO Bruce Foulke, as well as our Senior Management Team and our staff for their service to the credit union.

Motion was made by Bruce Foulke to accept the Chairman's Report as published in the 2019 Annual Report; seconded by Jennifer Hannigan, and motion carried unanimously.

President/Treasurer's Report – As mentioned in the attached President/Treasurer's Report, Bruce Foulke stated during 2019, American Heritage Credit Union recorded total income of \$146.9 million derived from interest on loans of \$89.0 million, investment interest of \$12.6 million, and other operating income of \$45.3 million, while total expenses were \$92.5 million and dividend and interest expense was \$32.6 million. As a result, net income for the year was \$21.8 million representing a return on average assets of 0.84% in 2019, and a net worth ratio of 8.19% that was well above the minimum 7.00% ratio necessary to be classified as a "well-capitalized" credit union. We finished 2019 with over \$2.8 billion in assets and over 200,000 members. Bruce extended a special thanks to the Board of Directors, management and staff for their support, dedication, and vision. He expressed his sincere appreciation to the members who place not only their money, but also their confidence in American Heritage.

Motion was made by Jennifer Hannigan to accept the President's Report as published in the 2019 Annual Report; seconded by Juan Lopez; and motion carried unanimously.

Loan Review/Delinquency Committee Report – Clara Glenn reviewed the Loan Review/Delinquency Committee Report. For calendar year 2019, the overall loan portfolio grew by \$367.3 million, or 21.4%, to \$2.1 billion as of December 31, 2019. The credit union's delinquency levels remain at historic lows, with only 0.54% of total loans being delinquent as of December 31, 2019. The allowance for loan losses is adequately funded based on management's estimated loss ranges. The Loan Review/Delinquency Committee expressed their thanks to the American Heritage Credit Union loan officers and asset recovery teams for providing them with vital information and assistance that enabled them to make fair and just decisions on member applications for credit and modifications.

Motion was made by Juan Lopez to accept the Loan Review/Delinquency Committee Report as published in the 2019 Annual Report; seconded by Jennifer Hannigan; and motion carried unanimously.

Supervisory Committee Report – Juan Lopez reviewed the Supervisory Committee Report. The Committee is assisted in carrying out its responsibilities by our Internal Auditors, who performed and/or directed a total of 98 Audits and Reviews during the fiscal year ended September 30, 2019. The credit union is also periodically examined by our regulator, the National Credit Union Administration (NCUA), which completed one annual review during fiscal year 2019. The NCUA review did not indicate any significant findings and our own internal audits confirm that internal controls are in place and effective. In conformance with NCUA regulations, the Committee contracted the Certified Public Accounting firm of RKL LLP to conduct an independent external audit of the credit union's financial statements as of September 30, 2019. The independent auditor found that American Heritage Federal Credit Union's financial statements present fairly its financial position in conformity with Generally Accepted Accounting Principles. As a result of the aforementioned reviews and audits, it is the pleasant duty of the Supervisory Committee to report that the affairs of the American Heritage Federal Credit Union during fiscal year 2019 have been conducted in a most satisfactory manner and in accordance with prescribed standards and accounting practices, and were found to be current, accurate, complete, and in balance.

Motion was made by Clara Glenn to accept the Supervisory Committee Report as published in the 2019 Annual Report; seconded by Bruce Foulke; and motion carried unanimously.

NOMINATING COMMITTEE REPORT: Juan Lopez read the Nominating Committee Report on behalf of James Brownlow. The Nominating Committee is pleased to announce that the following members ran unopposed and have been accepted for re-election for the 2020 – 2023 term: Clara Glenn, Jennifer Hannigan, and John Fafara.

Motion was made by Bruce Foulke to accept the Nominations Report as published; seconded by Juan Lopez, and motion carried unanimously.

A motion was made by Juan Lopez to accept the Committee reports in the 2019 Annual Report as printed; seconded by Jennifer Hannigan; and motion carried unanimously.

OLD BUSINESS: None

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NEW BUSINESS: None

Motion was made by Clara Glenn to adjourn; seconded by Jennifer Hannigan and motion carried unanimously.

There being no further business, meeting was adjourned at 5:15 p.m.

Gary Weyhmuller
Vice Chairman

Jennifer Hannigan
Secretary