

**MINUTES OF THE ANNUAL MEETING OF THE AMERICAN HERITAGE
FEDERAL CREDIT UNION NO. 5621 HELD TUESDAY, APRIL 18, 2023
IN PERSON AND VIA VIDEOCONFERENCE**

James Brownlow, Vice Chairman of the Board, called the meeting to order.

Pledge of Allegiance / Moment of Silence

Roll Call of Officers:

Present:	James Brownlow, II	Michael Guntick
	Evaleen DeMarco	Jennifer Hannigan
	John Fafara	Kathleen Kinslow
	Bruce K. Foulke	Anthony Kuczykowski
	Clara Glenn	James Thompson
		Kenneth Wong

Excused: Gary Weyhmuller

Guests:

Marcella Alston	Mike Dinneen	Anthony Kuczykowski	Mary Ellen Rosengarten
Amy Anderson	Mary Dlugokinski	John Langan	Beth Rossi
Tom Beck	Matthew Dorsey	Joe Littman	John Sanabor
William Becker	Bryan Eichenbaum	Joe Maguire	John Saybolt
Kristine Belser	John Fafara	Fawn Martin	Brian Schmitt
Holly Benedetto	Brenda Fischer	Kevin McNamara	Eric Schreiber
Nina Berardi	George Florence	Larry Meehan	Nicole Seymour
Nicole Bloomquist	Bruce Foulke	William Mello	Shawn Shepherd-Mayes
Joseph Bohley	Nick Franks	Amy Mistretta	Brian Shotwell
Mary Bristol	Clara Glenn	Brian Mullen	Kevin Shotwell
James Brownlow	Cecilia Grady	Rachel Nguyen	Geno Simone
Sheryl Brownlow	Joshua Green	Jen O'Brien	Ed Soto
Ashley Carey	Lauren Greenly	Adam Ortiz	Suphaphone Sounkongsee
Melissa Casile	Michael Guntick	Corey Patterson	Serena Stancati
Diana Clark	Brian Hahn	Gina Pelbano	Yuliya Stupen
Brandon Commo	Donna Handel	Clare Pfeil	Bill Swirdsding
Denise Davis	Jennifer Hannigan	Kianna Pizarro	James Thompson
Angela Davis-Green	Richard Hasson	Lana Popov	Kevin Tressel
Thomas DeBolt	Mike Hefner	Victoria Potapova	Ashley Trick
Evaleen DeMarco	Colleen Jones	William Quinn	Mary Velazquez
Marylou Denzler	Yanique Joyner	Adam Remshifski	Kirstin Wilson
Karen Devine	Mitchell Kay	Kristin Rey	Breana Wolfert
Kevin DiBricida	Kathleen Kinslow	Kimberly Robbins	Kenneth Wong

Vice Chairman of the Board, James Brownlow welcomed everyone to the 74th Annual Meeting of American Heritage Credit Union this evening. Our 2022 annual report, which includes all of the comprehensive committee reports, has been posted on the American Heritage website. Each participant received a copy of all of the Annual Meeting documents, as well as an electronic copy of the minutes from the 2022 Annual Meeting. Access to these documents can be found at www.americanheritageCU.org/annualmeeting.

MINUTES OF THE ANNUAL MEETING – APRIL 19, 2022: The minutes of the 2022 Annual Meeting were read by Jennifer Hannigan. Motion was made by Mike Guntick to accept the Minutes of the Annual Meeting held on Tuesday, April 19, 2022 as published; seconded by John Fafara and motion carried unanimously.

Chairman's Report – Jim noted a few of the major highlights from the Chairman's Report. In 2022, we reached the milestones of 250,000 members and \$4 billion in assets, we launched our new mobile app, and we opened new branches in Glendora, New Jersey and Abington, Pennsylvania. We are now one of the top 75 largest credit unions in the United States based on membership size. Our impact on the community was once again exemplary. Our associates performed more than 2,600 community service hours, the Kids-N-Hope

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Foundation donated a record \$562,000 to local pediatric music therapy causes, we donated more than 8,000 pounds of food and contributed over \$52,000 to local food banks and raised \$26,000 for our Adopt-a-Family program. As part of our unwavering commitment to education, our members and associates donated over 7,000 books through our Books for Kids Program, and 30 of our younger members received college scholarships from the credit union. He thanked the associates for their flexibility and unwavering dedication to our members and the community over the last year. He also acknowledged the 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 thanked President and CEO Bruce Foulke, as well as the Senior Management Team and staff for their service to the credit union.

Motion was made by Bruce Foulke to accept the Chairman's Report as published in the 2022 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 2022, American Heritage Credit Union recorded total income of \$204.8 million derived from interest on loans of \$141.1 million, interest on investments of \$15.6 million, and other operating income of \$48.1 million. Total expenses were \$130.5 million and total dividend and interest expense was \$34.1 million. As a result, net income for the year was \$40.2 million representing a return on average assets of 0.95% in 2022. The credit union's net worth, a primary measure of our safety and soundness, grew to \$359.2 million. The net worth ratio was 8.01% based on average assets; well above the minimum 7.00% ratio necessary to be classified as a "well-capitalized" credit union. In light of recent events in the banking sector, he reassured the members that it is a safe, sound and stable institution; further noting that, at year end, the credit union held \$588.5 million in immediate liquidity, or 13.1% of our assets, compared to 7.8% for the credit union as a whole. American Heritage finished 2022 with \$4.5 billion in assets and 280,000 members.

Motion was made by James Thompson to accept the President's Report as published in the 2022 Annual Report; seconded by Mike Guntick; and motion carried unanimously.

Supervisory Committee Report – Mike Guntick 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 92 Audits and Reviews during the fiscal year ended September 30, 2022. The credit union is also periodically examined by our regulator, the National Credit Union Administration (NCUA), which completed one annual review during fiscal year 2022. 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, 2022. 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 duty of the Supervisory Committee to report to you that the affairs of the American Heritage Federal Credit Union during fiscal year 2022 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 Jennifer Hannigan to accept the Supervisory Committee Report as published in the 2022 Annual Report; seconded by John Fafara ; and motion carried unanimously.

Loan Review/Delinquency Committee Report – James Thompson reviewed the Loan Review/Delinquency Committee Report. For the calendar year 2022, the overall loan portfolio grew by \$526.8 million, or 18%, to \$3.38 billion as of December 31, 2022. The credit union's delinquency levels remain low, with only 0.67% of total loans being delinquent as of December 31, 2022. The allowance for loan losses is adequately funded based on management's estimated loss ranges. The Loan Review/Delinquency Committee thanked American Heritage Credit Union loan officers and asset recovery teams for providing vital information and assistance that enabled the Committee to make fair and just decisions on member applications for credit as well as modifications.

Motion was made by Clara Glenn to accept the Loan Review/Delinquency Committee Report as published in the 2022 Annual Report; seconded by John Fafara; and motion carried unanimously.

NOMINATING COMMITTEE REPORT: James Brownlow reviewed the Nominating Committee Report. The Nominating Committee is pleased to announce that the following members ran unopposed and have been accepted for re-election for the 2023 – 2026 term: John Fafara, Clara Glenn, Jennifer Hannigan, and James Thompson is running unopposed and has been accepted for re-election for the 2023 – 2024 term.

Motion was made by Kathleen Kinslow to accept the Nominations Report as published; seconded by Mike Guntick; and motion carried unanimously.

A motion was made by Kathleen Kinslow to accept the Committee reports in the 2022 Annual Report as printed; seconded by James Thompson; and motion carried unanimously.

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OLD BUSINESS: None

NEW BUSINESS: None

Motion was made by John Fafara to adjourn; seconded by Jennifer Hannigan; and motion carried unanimously.

There being no further business, meeting was adjourned at 5:18 p.m.

James Brownlow
Vice Chairman

Jennifer Hannigan
Secretary