



2024

Annual Report

Chairman's Report 2024

Hello. I am Phillip Kridel, and I am honored to lead the Board of Directors of Nova Credit Union as its Chairman. Nova celebrated our 90th year in 2024, having served our members through economic upheavals, wars, and most recently, an unprecedented Pandemic. Our people continue to work tirelessly to provide our members with the financial services they and their families need and desire. We truly are "People Helping People."

We had a successful year in 2024, posting a net income of \$121,177.30, with loan volume of \$21,408,262.00. The deep slowdown in the housing market continues to have a major effect on our mortgage origination volume, but our outstanding loan team did an amazing job with new car loans, used car loans, personal loans, and other types of loans, generating a 35% increase in loan volume.

Nova continues to work on implementing the 2 CDFI Grants we received in 2023. The Equitable Recovery Program Grant, funded by the CARES Act, is designed to continue to help Nova revitalize our communities most impacted by the Pandemic. The CDFI Financial Assistance Grant is geared toward lending activities, helping all our members, especially low- and moderate-income members, receive the loans they need and want. We also continue to pursue additional grants to assist all of our members in achieving their financial goals.

Our Nova Secure Checking accounts, by adding the member's credit score and access to their credit report directly in the app in 2024, brought one of the major benefits of this account right to your fingertips. This Credit and Identity Monitoring, along with Cell Phone Protection Insurance, provides just 2 of the multiple benefits of Secure Checking, available at a much lower cost than those plans offered by the Credit Bureaus and Cellphone providers.

Our outstanding staff, so ably led by CEO Michelle Hayes, had one of our most experienced executives retire in 2024. Wanda Long, our Vice President of Lending, served Nova members for over 33 years with passion, dedication, and a smile that never quit. To honor Wanda, and her passion for financial education, your Board has established the Wanda Long Scholarship, to be awarded each year to one of our student members. We are proud that Wanda's place on our Executive team will be taken by two women who have grown up in our Credit Union. Chee Vang will serve as our Vice-President of Member Services, and Germania Sanchez Mesias will be Vice-President of Lending.

Our experienced Board of Directors, the best Board with which I have ever worked, is dedicated to continuing to provide our members with the best and most affordable products and services. We appreciate your support and look forward to a bright financial future together.

Respectfully submitted, Phillip M Kridel,
Chairman

NOVA CREDIT UNION
STATEMENT OF FINANCIAL CONDITION

	2023	2024
ASSETS		
LOANS TO MEMBERS	\$69,600,748	\$72,382,404
ALLOWANCE-LOAN LOSSES/FV ADJ	(\$467,031)	(\$496,339)
CASH/INVESTMENTS	\$41,388,351	\$38,409,911
LAND & BUILDING	\$4,281,617	\$4,278,198
FIXED ASSETS	\$458,332	\$390,818
OTHER ASSETS	\$5,294,845	\$5,352,957
TOTAL ASSETS	\$120,556,862	\$120,317,949
LIABILITIES		
DIVIDEND PAYABLE	\$91,219	\$68,334
OTHER PAYABLES	\$2,819,661	\$1,987,228
TOTAL LIABILITIES	\$2,910,879	\$2,055,561
MEMBERSHIP EQUITY		
MEMBER SHARES	\$100,511,503	\$100,528,164
UNREALIZED GAINS/LOSSES	(\$2,922,196)	(\$2,443,629)
RETAINED EARNINGS	\$20,056,675	\$20,177,853
TOTAL EQUITY	\$117,645,982	\$118,262,388
TOTAL LIABILITIES & EQUITY	\$120,556,862	\$120,317,949
STATEMENT OF INCOME		
INCOME		
INTEREST ON LOANS TO MEMBERS	\$3,654,261	\$3,912,335
INTEREST ON INVESTMENTS & CASH	\$1,042,939	\$1,136,638
OTHER INCOME	\$2,598,437	\$2,514,546
TOTAL INCOME	\$7,295,637	\$7,563,519
EXPENSES		
SALARY & BENEFITS	\$3,022,846	\$3,062,473
OFFICE OCCUPANCY	\$390,495	\$436,642
OPERATION EXPENSE	\$3,187,632	\$3,460,857
PROVISION FOR LOAN LOSSES	\$351,672	\$484,667
TOTAL EXPENSES	\$6,952,645	\$7,444,639
NON-OPERATING EXPENSES	\$294,657	\$625,441
COST OF FUNDS		
DIVIDEND ON MEMBER SHARES	\$457,689	\$623,145
NET INCOME	\$179,960	\$121,177

	STATEMENT OF RETAINED EARNINGS		
	<u>REGULAR RESERVE</u>	<u>UNDIVIDED EARNINGS</u>	<u>TOTAL</u>
BALANCE DECEMBER, 2023	\$4,620,000	\$9,341,950	\$13,961,950
NET INCOME / REGULAR RESERVE		\$121,177	\$121,177
EQUITY ACQUIRED IN MERGER		\$6,122,903	\$6,122,903
UNREALIZED GAINS/LOSSES		(\$2,443,629)	(\$2,443,629)
BALANCE DECEMBER, 2024	\$4,713,000	\$13,142,401	\$17,762,401

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