2025 ANNUAL REPORT

CORPUS CHRISTI POSTAL EMPLOYEES CREDIT UNION

MISSION STATEMENT

Corpus Christi Postal Employees Credit Union commits to provide its members with quality financial services within the realm of sound management policies and a professional code of ethics. The credit union is service oriented, dedicated to providing efficient, convenient and friendly service.

PRESIDENT'S REPORT

Welcome, everyone, to the 94th Annual Meeting of the Corpus Christi Postal Employees Credit Union. Thank you for joining us once again. We appreciate your presence and support.

We are proudly celebrating 94 years, and we still believe in the cooperative nature of «old school» Credit Unions and the old adage of «people helping people». This is how and why Credit Unions originally started. We are one of the last Credit Unions that still believe that.

We still believe in taking the time to hear your concerns and helping where we can to improve your financial future. We are in your corner to help you succeed for years and not just to get by for the day.

We still believe in serving one field of membership, the United States Postal Service and its families. «If it ain't broke, don't fix it.» There is no reason to reach out to outsiders when we still have Postal families to recruit. Our Credit Union does exceptionally well, and we have our members to thank for it.

Your Credit Union has had a great year, with loans reaching $8,805,140.49 and 3 charged-off loans totaling less than $5,000.00. Our net income for 2025 was $248,825.22 while setting aside $42,000.00 toward a new roof. In 2025, we paid out $63,342.29 in dividends, representing 8.15% of our total gross income of $777,156.95. We definitely try to stay competitive with the market across the board in order to better serve our membership.

We will continue to train our staff to better serve you in the future, implement services to stay competitive, and strengthen our Credit Union for future generations.

Please thank your Board of Directors for their time and dedication.

These men have continued to grow and learn all aspects of the Credit Union rules and regulations. I appreciate all their support. I am proud to stand beside them not just as colleagues, but as people I trust and respect.

Sincerely,
Elma Schwing
Elma Schwing
President/CEO

REPORT OF THE CHAIRMAN OF THE BOARD

I would first like to thank our membership for their continued support throughout the years. We would not be celebrating 94 years today if it were not for your continued business and loyalty.

Our Credit Union continues to hold a very solid and positive financial capital position of 20.17% (Net Capital) as of December 31, 2025, compared to five years ago, when it was 14.12%. Our loan portfolio was strong at$ 8,805,140.49 as of December 31, 2025, compared to $6,461,026.37 in December 202(

The Credit Union has remained competitive in loans while keeping delinquency below 1% for the last 5 years. By keeping our loan demand high and our delinquency low, we help your credit Union keep rates low and offer higher rates on Certificate accounts. Your Credit Union has risen above and beyond COVID, even during a difficult economy.

Your Credit Union is examined annually by the state and by private auditors. Rest assured that the Credit Union serves our Postal Community and their family members in a professional and competent manner.

Your Credit Union believes in keeping things simple and putting your needs first. We hope you continue to take advantage of all the options and services your Credit Union offers.

I would like to thank my fellow board members for allowing me to serve as chairman for the past 2 years. I would also like to commend them for their voluntary service and support of our Credit Union. I have enjoyed working together to ensure the safety and soundness of our Credit Union. Special thanks to our staff for a job well done serving our membership.

Respectfully,
Paul Terrazas
Paul Terrazas
Chairman of the Board

MANAGEMENT & STAFF OF THE CREDIT UNION

Elma B. Schwing
President/CEO

Emily Marroquin
Senior Loan Officer

Feliciana Garza
Loan Officer

Julia Perez
Part-Time Teller

Irene Molina
Part-Time Teller

Marlyna Trevino
Part-Time Teller

Desiree Macias
Part-Time Teller

BOARD OF DIRECTORS		TERM EXPIRES
Paul Terrazas	Chairman	2025
Edward Torres	Vice Chairman	2025
Roger Reyna	Secretary	2025
Rudy Dominguez	Treasurer	2026
John Garcia	Board Member	2025
Jose R. Garcia	Board Member	2026
Robert Lerma Jr.	Board Member	2026
Matthew Barrett	Board Member	2026

Corpus Christi Postal Employees Credit Union

94TH ANNUAL BUSINESS MEETING
FEBRUARY 22, 2026

ORDER OF BUSINESS:

1. Determine that a quorum is present
2. Reading and approval of the minutes of the last meeting
3. Report of the Chairman of the Board
4. Report of the President
5. Report on the Annual Audit
6. Unfinished Business
7. New Business other than elections
8. Election of Directors
9. Adjournment

93RD ANNUAL MEETING MINUTES
FEBRUARY 23, 2025

Chairman Terrazas welcomed the membership to the 93rd Annual Meeting of the Postal Credit Union. Chairman Terrazas thanked the membership for their loyalty to our Credit Union and staff. The Chairman determined that a quorum was present and called the meeting to order at 4:40 p.m.

The Chairman referred the members to the annual report. He asked if everyone had read the minutes from last year's meeting and if there were any questions. There were none. Chairman Terrazas said he would entertain a motion to accept the minutes. Motion by member Mark Rasmussen to approve the minutes as printed, seconded by member Ysrael Ramirez. Motion passed.

Chairman Terrazas briefly discussed his term as chairman and the Credit Union's incredible year. He thanked the membership for coming and let them know that it would not be possible without them. Chairman Terrazas said it has been his pleasure to serve as chairman over the past 2 years. He said he has witnessed the Credit Union's growth firsthand and has learned a great deal through the many rules and regulations that are constantly changing.

Chairman Terrazas introduced the Board of Directors: Edward Torres (Vice President), Roger Reyna (Secretary), Rudy Dominguez (Treasurer), J.R. Garcia, Robert Lerma Jr., Mathew Barrett, and John Garcia. Chairman Terrazas congratulated the Board on another great year and expressed his appreciation for the confidence they placed in him to serve as chairman for the last 2 years. He also highlighted long-term Director Rudy Dominguez and all he has contributed to our Credit Union over the past 38 years. He thanked Director Dominguez for his time, his insight, and his dedication. Chairman Terrazas said he could not ask for a better group of men to serve beside, and he was grateful to be a part of it.

Chairman Terrazas introduced President Elma Schwing for the President's Report. Mrs. Schwing thanked the membership for attending the 93rd annual meeting and was happy to see people enjoying the food and fellowship.

Elma expressed her gratitude for the opportunity to serve the membership in her position for the past 5 years. Elma mentioned all the competition in car loans, debit cards, credit cards, lines of credit, home loans, etc. She said all these things are available online, by phone, and even at your local grocery store. It has not been easy being the only single-sponsor Credit Union in town, competing with larger financial institutions and other entities. Elma said every year there is more to compete with, and every year the Credit Union seems to do better. She said the only explanation for this is OUR loyal members!

Mrs. Schwing introduced the Credit Union staff: Emily Marroquin (Sr. Loan Officer), Ana Garza (Loan Officer), part-time tellers Julia Perez, Irene Molina, Marlyna Trevino, and Desiree Macias. Elma went on to thank the girls for doing a great job and for doing it with a smile. Elma said the Credit Union is only as prosperous as the employees make it, and she appreciates their dedication.

Mrs. Schwing explained that even though the economy has not been at its best and there have been price hikes across the board, the Credit Union has done exceptionally well. Elma said it could not have been done without the guidance and support of our Board of Directors. Ema said she could not ask for a more involved and supportive group that takes great pride in their positions. She said not only do you have a board of integrity, but they truly are here to make the Credit Union viable and convenient for our membership and its future. She said she respects their opinions across the board and appreciates their dedication to the Credit Union and its staff. Mrs. Schwing referred the membership to the Annual Report and reassured the membership that the Credit Union was strong and financially sound.

She explained the strong capital position of 19.7 and how we have managed to keep delinquency below 1% all year. Elma said we charged off one loan in 2024 for $4,612.82, and we approved 99% of all loan requests. Elma noted that our loan portfolio for December 2024 was $8,761,945.33, a record high for the Credit Union, and that the Credit Union paid out $61,030.55 in dividends, or 8.4% of our gross income. Elma mentioned how proud she was of the membership for keeping their loans current in this economy, which has raised prices across the board for consumers.

Elma discussed the annual audit report. She said regulations are constantly changing. Through it all, our audit went well, with no issues and few exceptions. Our accounting records are well-maintained and accurately reflect the Credit Union's financial position. Any issues that were found were corrected during the audit. Elma touched on the emphasis the audits/testing placed on cybersecurity, cybercrime, money laundering, and identity theft. She noted that since we are a closed field of membership and we know our members, we are less likely to encounter severe cases. The Credit Union has in place structural policies and procedures that comply with the department's rules and regulations and have been tested. Elma noted that the auditors are the eyes and ears of Credit Union changes. We thank them for their due diligence and welcome all new suggestions.

Mrs. Schwing discussed the Credit Union's net income of $299,111.69. Elma said this was a big accomplishment, even after expending more on building improvements and constant technical & cyber upgrades. She stressed that we are constantly trying to stay competitive, which is not easy in this market.

Elma said that when she hears that our Credit Union is "old school," it makes her proud. She said, "Old school means you care about your membership and their finances. She said, "With us, you get the truth; there are no gimmicks." She asked the membership to consider options like Facebook Pay, Cash App, Zelle, Chime, Venmo & even HEB's Credit Card; most of these have gimmicks involved to draw you in. Elma said to keep in mind that while these options may be convenient, they are not easy to deal with when there is an issue. Elma went on to discuss the importance of customer service, which has been lacking in most places since COVID.

Elma said she believed the best advertisement is word of mouth, and we believe in going the extra mile, because we know you have a choice.

Elma briefly touched on the website, fraud, and the mobile apps. She mentioned starting your young adults with the credit union to learn how to start and maintain credit. She noted that if they create that relationship early, it will last a lifetime. Elma also mentioned updates to beneficiaries, address changes, email updates, and the addition of a joint Owner. If you feel you may need help with your account, and of course, phone numbers. Elma stressed that everything matters for communication and that your account should reflect your current life.

In closing, Elma said she was amazed that the Credit Union has been around for 93 years and thanked the membership who cared enough to keep it going. Elma said member relations is what makes our Credit Union different. Elma encouraged the members to tell a family member, a son, a daughter, or a co-worker to join and become part of our Credit Union family.

Mrs. Schwing thanked the members for allowing her to serve in this capacity and was truly grateful for the opportunity to continue. She said she will continue to pray that God keeps us healthy and allows us to continue to prosper. Elma asked if the membership had any questions. There were none.

Chairman Terrazas thanked Elma for her report.
Chairman Terrazas asked if there was any new business. There was none.

The Chairman went on to explain that the nominating committee consists of those members of the board who are not up for election in 2025. Chairman Terrazas said the committee met and validated each applicant's qualifications. The four applicants placed into nominations by the committee in January 2026 were:

Rudy Dominguez	*Robert Lerma Jr.*
Jose R. Garcia	*Matthew Barrett*

Since there were no petition candidates, the Chairman suggested declaring the nominees elected by acclamation and called for a motion. Motion made by member Annette Freeman to declare the candidates by acclamation, seconded by member Ruben Rosales. Motion passed. All nominees have been informed of their duties and responsibilities as members of the Board of Directors.

Chairman Terrazas congratulated the new directors. Chairman Terrazas said that the 93rd Annual meeting had been held and thanked the membership for attending. He then asked for a motion to adjourn. Motionby member Juan Munoz and seconded by member Sylvia Torres. Motion passed. Meeting adjourned at 5:40 p.m.

Paul Terrazas
Paul Terrazas
Chairman of the Board

Roger Reyna
Roger Reyna
Secretary

Balance Sheet
Year End 2024 & 2025

ASSETS	2024	2025
Total Loans Outstanding	$8,761,945.3	$8,805,140.49
Provision for Loan Loss	(80,778.11)	(65,000.00)
Accounts Receivable	0.00	23.00
Charter bank/Change Fund	196,981.02	193,665.66
S&L Investments	5, 048,264.54	6, 048,264.54
Provision for Investment Losses	(48,264.54)	(48,264.54)
SCFCU Settlement Account	1,069,093.43	828,432.47
SCFCU Membership Shares	5,297.25	5,297.25
N.C.U.A. Share Insurance	132,513.56	130,904.73
Accrued Interest Loans/C.D.'s & Prem.	48,537.79	43,642.71
Prepaid/Deferred Expenses	590,446.00	570,250.00
Land & Building (Net)	48,611.95	48,611.95
Furniture, Fixtures & Equip.	33.00	33.00
Lease - Branch	1.00	1.00
Other Assets	**0.00**	**0.00**
Total Assets	**$15,772,682.22**	**$16,561,002.26**

LIABILITIES		
Accounts Payable	$106,005.45	$127,749.77
Share Dividends	0.00	0.00
IRA Dividends	0.00	0.00
CD Dividends Payable	0.00	0.00
Taxes Payable	0.00	0.00
Accrued Expenses	57,503.35	64,190.63
Unapplied Items	199.66	304.52
Shares	9,010,571.22	9,764,824.24
IRA's	366,358.44	257,585.77
Certificates of Deposit	999,120.04	969,861.33
Share Drafts	2,761,946.55	2,640,855.27
Regular Reserve	104,010.00	104,010.00
Undivided Earnings	2,987,322.51	3,236,147.73
Other Comprehensive Income	(620,355.00)	(604,527.00)
Total Liabilities & Equity	**$15,772,682.22**	**$16,561,002.26**

Income Statement
Year End 2024 & 2025

INCOME	2024	2025
Income from Loans	$611,466.66	$635,635.93
Income from Investments	283,616.27	253,873.77
Fees and Charges	191,782.11	199,814.76
Total Income	**$1,086,865.04**	**$1,089,324.46**

EXPENSES		
Compensation	$288,176.68	$326,000.20
Employee Benefits	90,579.36	116,779.99
Travel & Conference	1,200.00	00.00
Association Dues	00.00	00.00
Office Occupancy	42,684.17	57,461.04
Office Operations	46,893.99	49,216.08
Educational & Promotional	7,847.78	8,981.44
Loan Servicing	10,887.96	11,662.59
Prof. & Outside Services	158,216.61	169,709.66
Members Insurance	00.00	00.00
NCUA Stabilization Fund	00.00	00.00
State Examinations	4,692.00	5,142.00
Cash Over and Short	(43.00)	(850.00)
Miscellaneous Operating Expense	59,837.90	27,475.55
Annual Meeting Expense	6,897.81	6,161.34
Share Draft Maintenance Expense	8,851.54	8,782.36
Provision for Loan Loss	(00.00)	(-11,065.30)
Provision for Investment Losses	00.00	00.00
Interest Expense-Share Drafts	00.00	00.00
Total Expenses	**$726,722.8**	**$777,156.95**
Income before Dividends	$360,142.24	$312,167.51
Gain/Loss on Investments	00.00	00.00
Other Non-Operating Inc/Exp.	00.00	00.00
Less: Dividends	61,030.55	63,342.29
Net Income	**$299,111.69**	**$248,825.22**

There were NO changes since the last report for:
The credit union's senior management staff, the credit union's By-Laws, or Articles of Incorporation.

The credit union had 1,888 members as of December 31, 2025.

The credit union continues to offer its members:
Share and Share Draft Accounts, IRA savings Accounts, A TM and Visa Debit Cards, Loans, VISA Cards, Credit Life and Disability Insurance on loans, Extended Warranties for vehicle loans and GAP insurance for vehicle loans, online web page, and mobile Apps for Android and iPhones.

Members' access to credit union documents:
Rule 122.107 of the Finance Code (rule 91.315 of the Texas Credit Union Department) requires the credit union to publish the following documents which are available for your review at the credit union main office located at 808 Nueces Bay Blvd, Corpus Christi, Texas 78408 during normal business hours.
Upon request, a member is entitled to review or receive a copy of the most recent version of the following credit union documents:
Annual report to the membership; Balance sheet and Income statement; summary of the most recent annual audit; Written Board policy regarding access to the articles of incorporation, by-laws, rules, guidelines, board policies, and copies thereof; and Internal Revenue Service Form 990.