

2024 Financials

Consolidated Income & Expense Statement (unaudited)

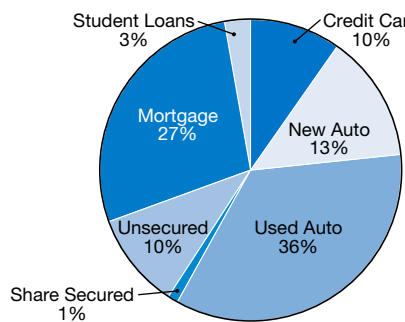
Income	12/31/2024	12/31/2023	Variance \$
Investment Income	\$548,867	\$393,245	\$155,623
Interest Income (Loans)	\$1,854,186	\$1,667,565	\$186,621
Fee Income	\$454,293	\$471,489	(\$17,196)
Miscellaneous Operating Income	\$237,374	\$253,409	(\$16,036)
Total Income	\$3,094,720	\$2,785,708	\$309,012
Expenses	12/31/2024	12/31/2023	Variance \$
Operating Expense	\$1,882,529	\$1,840,191	\$42,338
Reserve for Loan Loss	\$237,020	\$98,510	\$138,510
Dividend Expense	\$1,057,860	\$749,649	\$308,211
Total Expense	\$3,177,409	\$2,688,350	\$489,059
Net Operating Income (Expense)	(\$82,688)	\$97,358	(\$180,047)
Non-Operating Income	\$ -	\$6,238	(\$6,238)
Net Income	(\$82,688)	\$103,596	(\$186,284)

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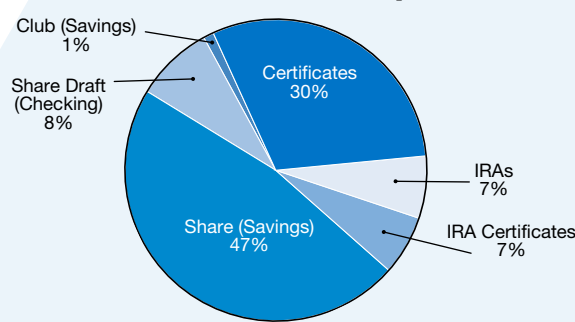
Consolidated Balance Sheet (unaudited)

Assets	12/31/2024	% of Assets	12/31/2023	% of Assets
Investments	\$21,270,909	39%	\$20,997,421	37%
Loans	\$30,025,525	55%	\$31,255,944	56%
Other Assets	\$3,662,186	7%	\$4,214,099	8%
Loan Loss Reserves	(\$338,364)	-1%	(\$351,983)	-1%
Total Assets	\$54,620,256	100%	\$56,115,480	100%
Liabilities & Equity	12/31/2024	% of Liabilities	12/31/2023	% of Liabilities
Shares	\$44,018,249	80%	\$45,361,120	79%
Dividend Payable	\$0	0%	\$0	1%
Accounts/Notes Payable	\$463,192	1%	\$532,856	1%
Reserves & Equity	\$10,138,816	19%	\$10,221,504	19%
Total Liabilities & Equity	\$54,620,256	100%	\$56,115,480	100%

2024 Distribution of Loans



2024 Distribution of Deposits



Board and Committee Appointments

Board Officers*

Bryant Phipps Board Chairperson	Jim Wilson Education Chairperson
Laurie Wilmoth Vice Chairperson	Karen Lewis Board Member
Jack Arthur Treasurer	Raj Rao Kathi Board Member
Evan Krause Secretary	Billy Hannon Board Member
Mandy Smith Membership Chairperson	

Asset/Liability Committee**

Darryl Trammell President / CEO
Jack Arthur Board Treasurer
Bryant Phipps Board Chairperson
Christy Walker Lending & Collections Manager
Reondra Hughes Accountant

Credit Commtee**

Darryl Trammell President / CEO
Christy Walker Lending & Collections Manager
Laurie Wilmoth Board Member

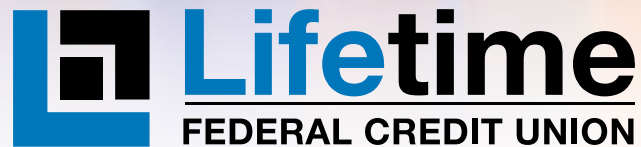
Supervisory Committee**

Charles Reed Chairperson
David Guillory Committee Member
Karen Lewis Committee Member

2024

Annual Report

*Better Because
You Own It*



lifetimefcu.org

This credit union is federally insured by the National Credit Union Administration.



Chairman and President's Report

Welcome to the seventy-sixth annual meeting of Lifetime Federal Credit Union. We want to thank you for joining us, and we commend you for taking an active interest in our one-member, one-vote structure and philosophy.

For 2024, we tasked our credit union staff with the continuing goals of deploying controls and developing operating procedures necessary to maintain and manage our new core software platform, which was recently installed.

As you will see in the Annual Report, Lifetime Federal Credit Union performed reasonably well in the fiscal year 2024. Some of the highlights of that report include:

- Approved 507 loan applications totaling more than \$8.6 million during fiscal year 2024. This reflects the competitive rates Lifetime FCU is able to offer, despite the upward trend in interest rates we've seen nationally. We experienced a slight decrease in our loan quality as our delinquency increased from 0.24 percent in 2023 to 0.43 percent in 2024, compared to our peer ratio of 0.52 percent.
- Negative earnings for 2024 resulted primarily from low yielding investments that are classified as held to maturity. A portion of the investments will mature during the year 2025 and the remainder will mature in the year 2026. Afterwards, we project a favorable increase in yield, at a minimum of 300 basis points, which will provide a significant boost to our earnings, beginning in the year 2026.

Nevertheless, the board of directors strategically declared above market dividend rates in an effort to return excessive reserves back to LFCU members. This in addition to higher interest rates, resulted in dividend expense totaling \$1,057,860 for the year 2024, compared to \$751,567 for the year 2023.

Overall, the negative earnings have had little to no effect on our reserve structure. Lifetime Federal Credit Union continues to be a well-capitalized financial institution, with a strong net worth ratio of 18.66 percent as of December 31, 2024, compared to our peer average of 13.21 percent.

For 2025, the Board of Directors feel it is important that we help you to thrive and adapt to the challenges of an uncertain global economy by developing forward-thinking and streamlined processes to provide the best value and experience to you. Therefore, we have committed to a multi-year plastic cards program enhancement which includes added features such as contactless cards, tokenization (Apple Pay / Google Pay), online card management (CardHub), and real-time card transaction notifications.

We are grateful for the support of our sponsor, Health Care Service Corporation, and continue to do everything possible to provide a safe experience for you, the members, as well as the credit union staff.

We would like to express our deepest confidence in the wisdom and guidance of our esteemed board of directors and its committee members, the commitment of our dedicated staff, and the support and loyalty of our member owners.

This year we also experienced changes to our Board of Directors. We extend our sincere gratitude to Suzy Greer for her remarkable 45 years of dedicated service to LFCU; including 28 years as CEO and an additional 17 years as a board member, following her retirement in 2007. Her leadership and commitment have left a lasting impact on the Credit Union. At the same time, we are pleased to welcome Karen Lewis as the newest member of our Board and look forward to her contributions.

Looking ahead, we are optimistic for the future because, as this last year has shown, LFCU is well positioned to face any challenge and seize any opportunity that presents itself.

Thank you, ladies, and gentlemen. We wish you and your families the very best in the coming years.

Bryant Phipps
Chairman of the Board

Darryl Trammell
President / CEO



Supervisory Committee Report

The credit union industry is highly regulated by various federal and state agencies. The Supervisory Committee of Lifetime Federal Credit Union is appointed by the Board of Directors to monitor the credit union's operations and report its findings to the Board, as well as to manage the compliance requirements of the credit union.

Lifetime FCU's most recent Supervisory Committee Review of the accounting records was conducted by Credit Union Resources, Inc., for the period beginning October 1, 2023, through September 30, 2024. Based on the findings in the audit report, it is evident that great progress has been made from the previous year, as the credit union continued to adjust to staffing shortages, all while learning the recently upgraded core systems and software.

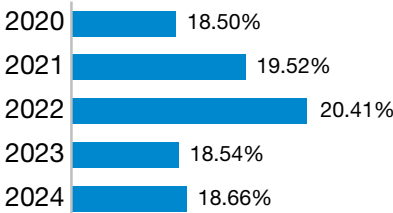
The primary organization governing federally chartered credit unions like ours, is the National Credit Union Administration. NCUA performs its examination of Lifetime FCU's policies, procedures, and accounting methods. Our most recent NCUA examination was conducted as of March 31, 2025. As of this printing, the final report from the examiner has not yet been received.

The annual Office of Foreign Assets Control (OFAC), Bank Secrecy Act (BSA) and Customer Identification Program (CIP) compliancy reviews were performed as of October 31, 2024. Credit Union Resources Inc. conducted the last verification of member accounts as of December 31, 2024. No material exceptions were noted.

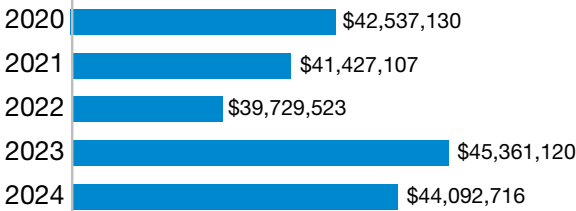
Findings from all audits are being addressed by the Credit Union management team.

Charles Reed
Supervisory Committee Chairman

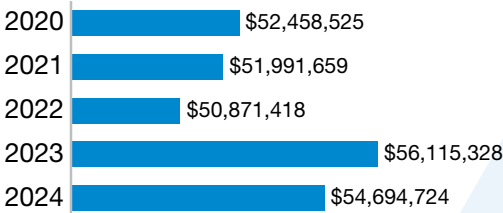
Net Worth



Deposits



Assets



Loans



Membership

