



ONCE A MEMBER

Always a Member



2014 ANNUAL REPORT

MISSION STATEMENT

At BOPTI Federal Credit Union, we've adopted the philosophy of "Once a Member, Always a Member." This means that whether you change jobs, move out of the area, transfer or retire, you will still retain your membership rights with us. It is our continuing mission to provide you, our member, with exceptional service as we are committed to offering you the best financial products at the lowest cost and to paying dividends on deposits at more than competitive rates, at all times. We thank you for your trust and look forward to a long and lasting relationship.

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HOURS: 6 am–4 pm Monday-Friday • www.boptifcu.com



REPORT OF THE PRESIDENT

This year we celebrate 60 years of serving our member-owners. In July 1955, seven visionaries (of whom only one, Thelma Monagan, is still with us), saw the benefits of and believed in the credit union philosophy of "People Helping People." From there, BOPTI Federal Credit Union has grown from serving only the employees of FCI Terminal Island to serving BOP employees and their families working at 38 different institutions throughout the country.

The credit union continued to grow in 2014, adding the employees working at FCI Bastrop, Texas to our field of membership. Assets increased 1.8% to \$62,227,016 and member deposits were up \$580,000. Loan demand continues to be weak and outstanding loans decreased \$2,255,204. Net income, after all expenses including dividends, was \$561,737, which was placed into reserves, bringing total reserves to \$9,807,344, or 15.8% of assets, up from 15.15% at the end of 2013. This is more than twice the 7% that is considered to be "adequately capitalized" by our regulating agency, National Credit Union Administration (NCUA).

BOPTI Federal Credit Union is a strong, sustainable and efficient financial institution. We strive to be a valued partner and to help improve our members' quality of life through offering sound financial products. As a financial cooperative, our members are critical to our success. When you participate in the credit union, whether as a saver, a borrower or both, you are contributing to our growth. Because of this, we are able to return our profits back to you through competitive rates, enhanced products and better service.

It is with confidence that I say, under the leadership of the CEO, the guidance of the Board of Directors, the commitment of a dedicated Supervisory Committee and staff, and the loyalty of our members, BOPTI Federal Credit Union is well positioned to face any challenge that presents itself in 2015.

SUPERVISORY COMMITTEE REPORT

The Supervisory Committee is appointed by the Board of Directors and is responsible for ensuring that the financial statements of the credit union are accurately and fairly presented by management and the operational practices and procedures are sufficient to safeguard member assets.

As noted in the Report of the President, credit union assets grew about 1.8% in 2014. Retained earnings (reserves) represent 15.8% of assets, making BOPTI FCU among the strongest in the nation.

The Supervisory Committee secured the services of Freeman Auditing and Consulting Services to perform a compliance risk audit and an annual financial audit of the credit union. The results of these audits were good, showing that the credit union's financial statements fairly represent the financial position of the credit union and that we are operating within the rules and regulations set down for it.

BOPTI Federal Credit Union is regulated and insured by the National Credit Union Administration and is subject to examination by the regulator on an annual basis, in addition to the internal audit. The overall positive results of these audits are strong indications of the ongoing soundness and effective management of this financial institution.

STATEMENT OF INCOME

For the year ending December 31, 2014

INTEREST INCOME

Interest on Loans	\$1,859,727
Interest on Investments	\$ 646,802
Total Interest Income	\$2,506,529

INTEREST EXPENSE

Dividends Paid	<\$ 749,785>
Net Interest Income	\$1,756,744
Provision for Loan Losses	<\$ 382,026>
Interest Income Net of Provision	\$1,374,718
Non-Interest Income	\$ 137,899

OPERATING EXPENSES

Compensation and Benefits	\$ 524,921
Operations	\$ 357,562
Occupancy	\$ 20,000
Other Expenses	\$ 48,396
Total Operating Expenses	<\$ 950,879>
Net Income	\$ 561,738

STATEMENT OF FINANCIAL CONDITION

As of December 31, 2014

ASSETS

Member Loans (Net)	\$21,940,646
Cash	\$ 2,773,951
Investments	\$36,924,060
Equipment	\$ 5,500
Other	\$ 582,859
Total Assets	\$62,227,016

LIABILITIES, DEPOSITS AND EQUITY

Member Deposits	\$52,150,706
Equity (Reserves)	\$ 9,807,344
Other Liabilities	\$ 268,966
Total Liabilities/Deposits/Equity	\$62,227,016

LEADERSHIP

OFFICERS

Sandra White, President
David C Moore, Vice President
Jeremy R Jones, Membership Officer
Tom Morris, Secretary/Treasurer
Vacant, Director

STAFF

Tom Morris, Manager/CEO
Jeremy R Jones, Assistant Manager
Linda Word, NCCO/Compliance Officer
Anthony E Morris, Member Services

SUPERVISORY COMMITTEE

Frank Calderon, Chairman
Jenny Castro
Courtney Williams
Ken Russell