

73rd Annual Meeting of the Members
April 17, 2025
5:00 p.m.

- I. Call to Order
 - A. Welcome and Virtual Meeting Technical Notes
 - B. Verification of Quorum
 - C. Pledge of Allegiance
 - D. Meeting Protocol
- II. Approval of Minutes
 - A. 2024 Annual Meeting of the Members
 - B. 2025 Special Meeting of the Members
- III. Chairman's Report
- IV. Management Reports
 - A. CEO Report
 - B. Treasurer's Report
- V. Audit Committee Report
- VI. Elections
- VII. Adjournment



72nd Annual Meeting of the Members - Minutes
April 24, 2024
5:00 p.m.

Call to Order

Chairman Potter called the meeting to order at 5:00 p.m.

Welcome and Virtual Meeting Technical Notes

Chairman Potter welcomed attendees to the 2024 Annual Meeting of the Members and provided technical notes to those attending virtually, including where to locate the meeting packet.

Ascertainment of Quorum

The Credit Union Bylaws state that 15 members must be present in person or by proxy to constitute a quorum. Chairman Potter declared that a quorum was present and the meeting may proceed.

Pledge of Allegiance

Chairman Potter led the Pledge of Allegiance.

Meeting Protocol

Chairman Potter detailed the meeting protocol for the proper conduct of the meeting. Due to the Credit Union being required to follow Robert's Rules of Order and our Bylaws, a Parliamentarian was designated to ensure that the meeting is conducted properly and efficiently. Ann Wadagnolo, Chief Risk Officer, served as Parliamentarian.

Approval of Minutes

Included in the meeting packet, available on the Credit Union website and provided in the Zoom meeting, were the minutes of the April 26, 2023 Annual Meeting of the Members. There being no objections, the reading of the minutes was waived and they were declared accepted as printed.

Chairperson's Report

Chairman Potter presented the Chairperson's Report.

Management Reports

President / CEO Darin Woinarowicz presented the CEO and Treasurer's Reports.

Audit Committee Report

Audit Committee Chairperson, James Hale, presented the Audit Committee Report.

Elections

The Credit Union Bylaws provide for nominations by a nominating committee, and also for members to be nominated by gathering petition signatures from their fellow members. The Bylaws also provide that no nominations may be made after the Close of Nominations, which was February 23, 2024. Accordingly, nominations from the floor were not permitted.

There were four seats on the Board of Directors up for election. The nominees presented were James Hale, Dan Hynes, Sherry Kendrick, and Art Gomez. As there were no more nominees than there were vacancies, James Hale, Dan Hynes, Sherry Kendrick, and Art Gomez were elected by acclamation for 3-year terms.

Meeting Adjournment

There being no further business, Chairman Potter adjourned the meeting at 5:13 p.m.



Special Meeting of the Members - Minutes
February 18, 2025
5:00 p.m.

Call to Order

Chairman Potter called the meeting to order at 5:00 p.m.

Welcome and Identification of Parliamentarian

Chairman Potter welcomed attendees to this Special Meeting of the Members and announced the designation of meeting parliamentarian as Tim Oppelt, Partner with the Attorney Firm, SW&M.

Ascertainment of Quorum by Parliamentarian

The Credit Union Bylaws state that 15 members must be present to constitute a quorum. Parliamentarian, Tim Oppelt, declared a quorum was present and the meeting may proceed.

Chairman of the Board

Chairman Potter presented the information provided to Members, regarding Conversion of Arrowhead Central Credit Union to a federally chartered credit union. He then introduced Darin Woinarowicz, President / CEO.

President / CEO

President / CEO Darin Woinarowicz presented the benefits of conversion to a federally chartered credit union and provided time for Member questions from the floor.

Member Vote

Chairman Potter reported The Arrowhead Central Credit Union Board of Directors, unanimously believe the conversion from a State to a Federally Chartered Credit Union, is in the best interest of its membership.

This special meeting has two purposes:

1. To consider and act upon the proposal to convert from a State Chartered Credit Union to a Federally Chartered Credit Union.
2. To approve the action of the Board of Directors of Arrowhead Central Credit Union in authorizing the officers of the credit union to carry out the proposed charter conversion to Arrowhead Federal Credit Union.

He then called for the vote and collection of member ballots.

Results

Chairman Potter introduced Kian Moshirzadeh, with independent accounting firm, Turner, Warren, Hwang & Conrad, who has the responsibility of calculating and affirming the member ballots for the proposed Charter Conversion from a State to a Federally Chartered Credit Union.

Kian Moshirzadeh announced confirmation that the vote of the membership passed with overwhelming approval rating, and certified the membership is in favor of the Charter Conversion of Arrowhead Central Credit Union to Arrowhead Federal Credit Union.

Meeting Adjournment

There being no further business, Chairman Potter adjourned the meeting at 5:46 p.m.

2024 Annual Report



BOARD OF DIRECTORS

Beth Bockenbauer
Patricia Cole
Cathleen Farrar
Art Gomez
James Hale
Daniel Hynes
Sherry Kendrick
John McCormack
Tim McHargue
Thomas Potter
Wayne Thies

AUDIT COMMITTEE

Beth Bockenbauer
Patricia Cole
Art Gomez
James Hale
Dan Johnson
Josh Raley
Wayne Thies

Arrowhead
credit union



Message from the Chairman

Arrowhead Credit Union's success in 2024 was founded firmly in our commitment to member service, kindness we share in the community and through our talented team.

In 2024, providing members with more convenient ways to do their banking continued to be a point of focus. Members enjoyed new digital banking features like setting up travel notices, options that make it easy to use debit and credit cards, and adding direct deposit right through digital banking. Our digital banking app continues to be one of the highest rated experiences in the industry.

More than 32,000 members joined the Credit Union and assets grew by more than \$50 million to \$2.47 billion. These are impressive indicators of the Credit Union's financial strength. Even more impressive, Arrowhead Credit Union was voted a Top Credit Union in California, through a survey conducted by Forbes.

Helping make lives better in the communities we serve is the purpose of ArrowHeart Foundation. During the year the team volunteered more than 2,550 hours across 233 community opportunities. Plus, 98 members and team members were awarded a combined \$148,000 in scholarships through the Foundation.

What a remarkable year! The Board of Directors and I are honored to serve the members of Arrowhead Credit Union.

Thomas Potter
Chairman, Board of Directors



Message from Audit Committee Chair

The Audit Committee is a group of volunteers representing the Credit Union's members. Our role is to provide the membership with an independent appraisal of the safety and soundness of Arrowhead Credit Union's operations and activities.

The accounting firm of Turner, Warren, Hwang & Conrad assisted the Audit Committee in carrying out its responsibilities. Their December 31, 2024 independent audit report indicates the financial statements fairly represent the financial condition and operational results of the Credit Union.

Based on these reviews, it is our opinion that Arrowhead Credit Union is operating in a safe and sound manner, and it is compliant with applicable laws, rules and regulations.

Dan Johnson
Chairperson, Audit Committee

2024 Annual Report

Summary of Consolidated Financial Statements

Statements of Financial Condition

Assets	2024	2023
Cash in Banks & Investments	\$975,522,477	\$1,120,200,261
Loans - Net of the Allowance for Credit Losses	1,387,232,637	1,224,048,409
Property & Equipment	23,706,102	22,156,686
Other Assets	86,372,688	51,598,548
Total Assets	\$2,472,833,904	\$2,418,003,904

Liabilities & Members' Equity	2024	2023
Members' Share Accounts	\$2,151,498,232	\$2,006,182,008
Other Liabilities	40,584,760	177,095,305
Total Liabilities	2,192,082,992	2,183,277,313
Members' Equity	280,750,912	234,726,591
Total Liabilities & Members' Equity	\$2,472,833,904	\$2,418,003,904

Statements of Income	2024	2023
Interest Income	\$115,713,480	\$80,771,155
Interest Expense	17,000,092	14,562,097
Net Interest Income	98,713,388	66,209,058
Provision for Credit Losses	16,700,023	8,704,225
Net Interest Income after Provision for Credit Losses	82,013,365	57,504,833
Non-Interest Income	41,008,039	39,540,029
Non-Interest Expense	99,478,953	88,057,447
Net Income	\$23,542,451	\$8,987,415

Turner, Warren, Hwang & Conrad Accountancy Corporation conducted the annual audit of the 2024 consolidated financial statements of the Credit Union. The consolidated financial statements above are condensed for readability and do not meet the full disclosure requirements of generally accepted accounting principles, and are not presented in their audited format. Full, audited copies of the consolidated financial statements are available at Arrowhead Credit Union's administrative office.

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