



2022 ANNUAL REPORT



President's Message

The start of a new year is always an exciting time; especially when things change. 2022 was indeed a time of change and transition at our credit union. The credit union successfully completed both a CEO and a Vice-President of Information Technology transition. Furthermore, the credit union opened our newest branch location in Jonestown, PA.

What has not changed? Our dedication and appreciation for you, our members! Lebanon FCU remains focused on providing comprehensive, high-quality products and services that enrich the lives of our membership. A credit union is a financial cooperative that is owned and operated by our members. That translates to a financial institution that is dedicated to providing for the mutual benefit of all our members. Our loyalty is to our members, not shareholders. Simply put, our loyalty is to you.

It is with this attitude and approach that Lebanon Federal Credit Union achieved some important milestones, despite the many changes that 2022 brought. LFCU experienced another strong year as 2022 ended with sound financials, great membership and loan growth, strong deposit growth, solid income, and controlled delinquencies and charge offs.

As we move into the new year, we will continue to make member focused, prudent decisions to improve your experience as a member. Our technology investment remains a priority. We saw record use this year with our online and mobile banking services and we look forward to providing you with new tools that allow you to conveniently bank anytime, anywhere. The credit union also invested heavily into additional IT and cybersecurity infrastructure to further protect member and credit union information.

Since our founding in 1969, we have been committed to the community and encourage our employees to devote themselves to fulfilling our primary objectives: supplying quality financial services with low fees, great rates, and outstanding member service. We accomplished these goals while being dedicated to our community through education, community involvement and charitable giving.

Thank you for being a member and for allowing us to achieve a strong 2022.

Daniel Wolford

Daniel Wolford, President/CEO

Supervisory Committee's Report

The Supervisory Committee, a group of volunteers appointed by the Board of Directors, is primarily responsible for monitoring the safety and soundness of the Lebanon Federal Credit Union. The committee meets quarterly to monitor adherence to operating practices and procedures. In addition, LFCU contracted with the independent certified public accounting firm of RKL, LLC to audit the Credit Union's 2022 and 2021 records.

We are pleased to report the assets held by Lebanon Federal Credit Union are safe and secure. Furthermore, our review concludes that Lebanon Federal Credit Union is in compliance with federal regulations and standards promulgated by the National Credit Union Administration.

On behalf of the Supervisory Committee, I congratulate Lebanon Federal Credit Union volunteers, managers and members on another successful year.

Victoria Hower

Victoria Hower, Supervisory Committee Chairperson

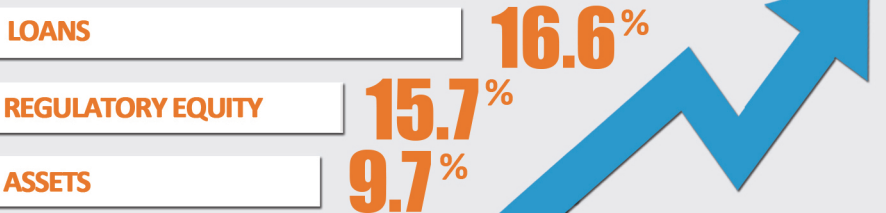
Statements of Financial Condition (Unaudited)

	2022	2021
ASSETS		
Loans to members, Net	\$ 309,860,200	\$ 265,777,000
Loans Hold for Sale		
Cash	25,674,800	20,655,900
Investments	71,914,000	84,304,800
Share Insurance Fund	3,547,200	3,309,200
Premises and Equipment	7,880,600	6,720,900
Other Assets	4,665,500	5,498,800
TOTAL ASSETS	\$ 423,542,300	\$ 386,266,600
LIABILITIES AND MEMBERS' EQUITY		
LIABILITIES		
Total Shares	\$ 390,544,600	\$ 351,468,800
Advances from FHLB	4,000,000	-
Accounts Payable and Accrued Expenses	4,060,100	2,778,800
TOTAL LIABILITIES	398,604,700	354,247,600
MEMBERS' EQUITY		
Regular Reserve & Undivided Earnings	24,937,600	32,019,000
TOTAL LIABILITIES AND MEMBERS' EQUITY	\$ 423,542,300	\$ 386,266,600

Statements of Income (Unaudited)

	2022	2021
REVENUE		
Interest Income	\$ 15,400,600	\$ 12,592,100
Non-interest Income	4,530,800	4,069,200
TOTAL REVENUE	19,931,400	16,661,300
EXPENSE		
Operating Expense	12,066,900	10,448,900
Interest on Borrowings	102,700	600
Provision for Loan Losss	995,000	725,000
TOTAL EXPENSE	13,164,600	11,174,500
NET INCOME BEFORE MEMBERS' DIVIDENDS	6,766,800	5,486,800
Dividends on Members' Accounts	1,766,000	1,469,800
NET INCOME	\$ 5,000,800	\$ 4,017,000

2022 Growth Highlights



Board of Directors

W. Ford Rau, Jr. Chairman of the Board	Eugene Binkley Vice Chairman	Patricia Hain Treasurer	Donald Raiger Secretary
Jeffery Trickett Director	Vikki Hower Director	Tim Ritchie Director	Heather Eggert Associate Director

Supervisory Committee

Vikki Hower.....	Chairman
Cindy M. Raiger.....	Committee Member
Dennis Echternach	Committee Member
Patricia Wetzel	Committee Member

Branch Locations

- Schneider Office: 300 Schneider Dr. Lebanon, PA 17046
- Evergreen Office: 301 E. Evergreen Rd. Lebanon, PA 17042
- Myerstown Office: 653 E. Lincoln Ave. Myerstown, PA 17067
- Campbelltown Office: 121 Farmshed Rd. Palmyra, PA 17078
- Jonestown Office: 508 Jonestown Rd. Jonestown, PA 17038
- iTalk Audio Banking: Phone - 717.272.4550



"We Have Roots in Lebanon County...
...Not Just Branches!"