



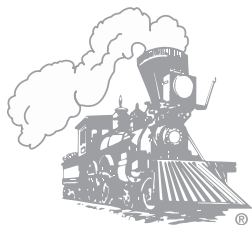
L&N

F E D E R A L C R E D I T U N I O N

2 0 2 2 A N N U A L R E P O R T

MISSION / STATEMENT

TO BRING PEOPLE TOGETHER,
TO ENRICH THEIR QUALITY OF LIFE,
AND “BUILD PERMANENT RELATIONSHIPS.”



2022

CHAIRMAN'S REPORT



I am pleased to report that L&N Federal Credit Union had a strong financial year in 2022. The credit union had positive growth in all key areas: assets, deposits, lending, and membership.

In 2022, we continued providing our members with the most competitive products and services in the market, while improving convenience and access with our mobile and internet banking products. We also opened two new branch locations to better serve our Southern Indiana and Southeast Kentucky members. Whether our members prefer to do their banking in person, online, or both, we remain committed to improving in all areas to offer the best experience possible.

Our efforts in giving back to the community continued in 2022 with donations by the L&N Board of Directors, staff and our members. In total, we were able to give over \$600,000 to various charitable causes and organizations.

I am also proud to announce that The National Credit Union Administration has approved our expansion into Hardin, Larue, Meade and Nelson counties in Kentucky, and Harrison, Scott and Washington counties in Indiana. We look forward to serving these communities and offering all the benefits of being a member-owner of L&N.

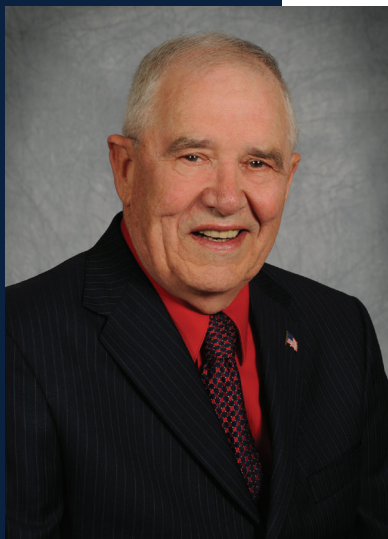
In closing, I would like to thank you for your patronage of the credit union. I would also like to thank our staff and volunteers for all that they do. Their hard work and dedication make L&N the success that it is.

A handwritten signature in black ink that reads "Claude Simpson". The signature is fluid and cursive, with the first name "Claude" and last name "Simpson" clearly distinguishable.

Claude Simpson
Chairman



2022 / TREASURER'S REPORT



In 2022, our members' continued loyalty and participation in the Credit Union was key in securing another successful year.

As of December 2022, your credit union's total assets were \$1.9 billion, total member shares were \$1.6 billion and total loans \$1.4 billion.

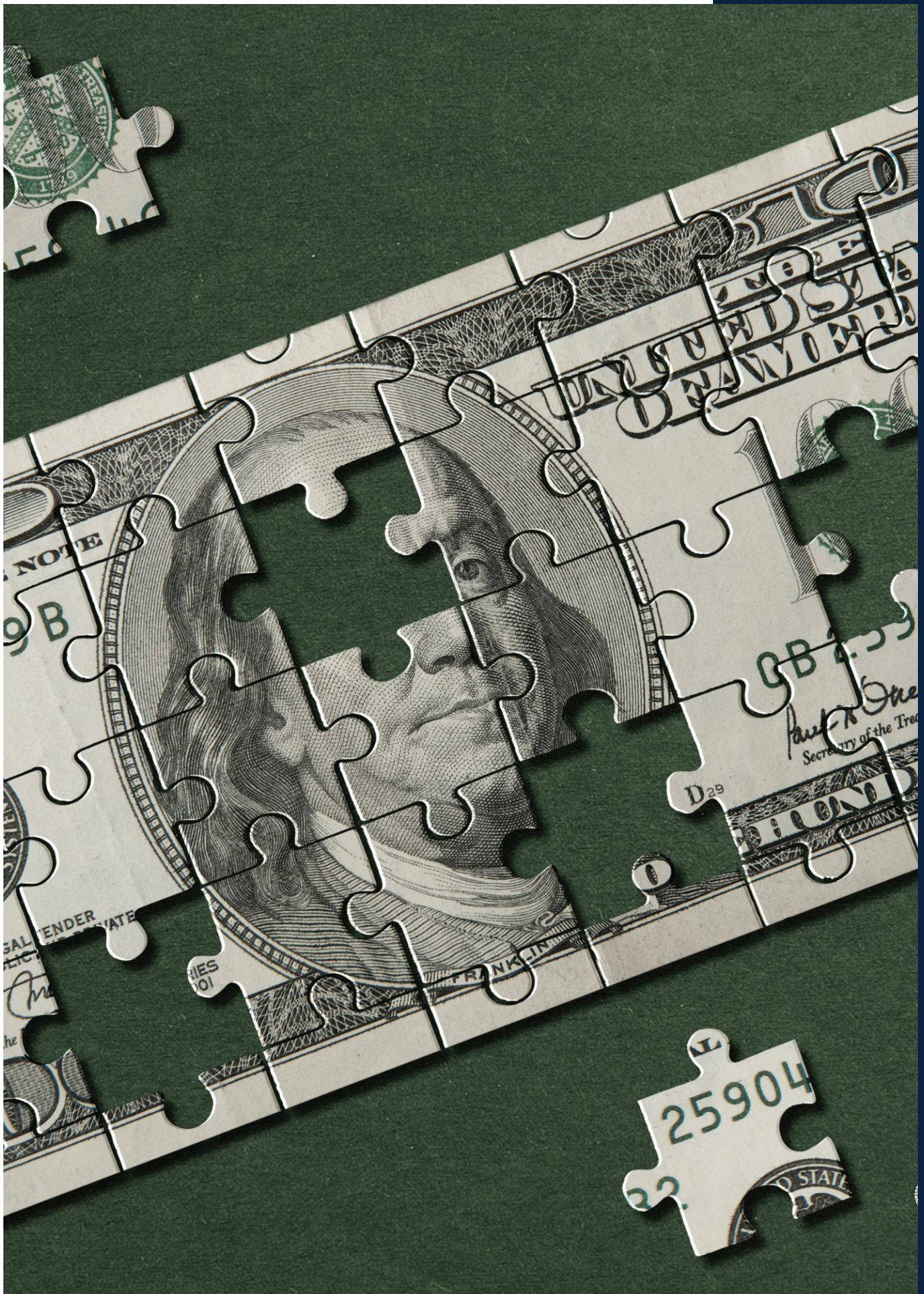
As in the past, L&N has maintained a strong foundation for its growth. We are proud to announce that we gave back \$10.7 million to our members in the form of dividends. Additionally, your credit union continued strong stewardship of financial resources, with expenses and delinquency well below NCUA peer comparison.

As a valued, member-owner of the Credit Union, you should feel extremely proud of your financial institution. L&N continues to maintain a strong foundation for its growth and has the resources necessary to continue offering the competitive financial products demanded in today's marketplace.

We look forward to 2023 with optimism and confidence.

A handwritten signature in black ink that reads "Roscoe W. Davis". The signature is fluid and cursive.

Roscoe W. Davis
Treasurer



2022

SUPERVISORY COMMITTEE REPORT



The Supervisory Committee consists of five members appointed by the Board of Directors. The Committee's main duties are to conduct a comprehensive annual audit of the credit union and other audits as necessary. The Supervisory Committee also performs a financial and management oversight role, independent of the Board of Directors, on behalf of the credit union membership.

The Supervisory Committee has retained the services of Deming, Malone, Livesay & Ostroff, an independent Certified Public Accounting firm specializing in Credit Union audits, to conduct the 2022 audit. The committee is pleased to report excellent results on the annual audit report. In addition, all financial and operational areas reviewed by the Supervisory Committee are efficiently and accurately maintained.

In addition to the annual audit, quarterly audits are conducted by independent Internal Auditors who report directly to the Supervisory Committee. The Internal Auditors' main responsibilities are to assist the Supervisory Committee in ensuring that internal controls are in place and operating as intended, member assets are being safeguarded, and credit union policies and procedures are followed.

In 2022, your Credit Union's financial condition was found to be sound, safe and secure. It has been a privilege to represent the Supervisory Committee of L&N Federal Credit Union.

Brian M. Stephenson

Brian M. Stephenson
Chairman



Ron Hennig, Sr.
Member



Tyrone Green
Member



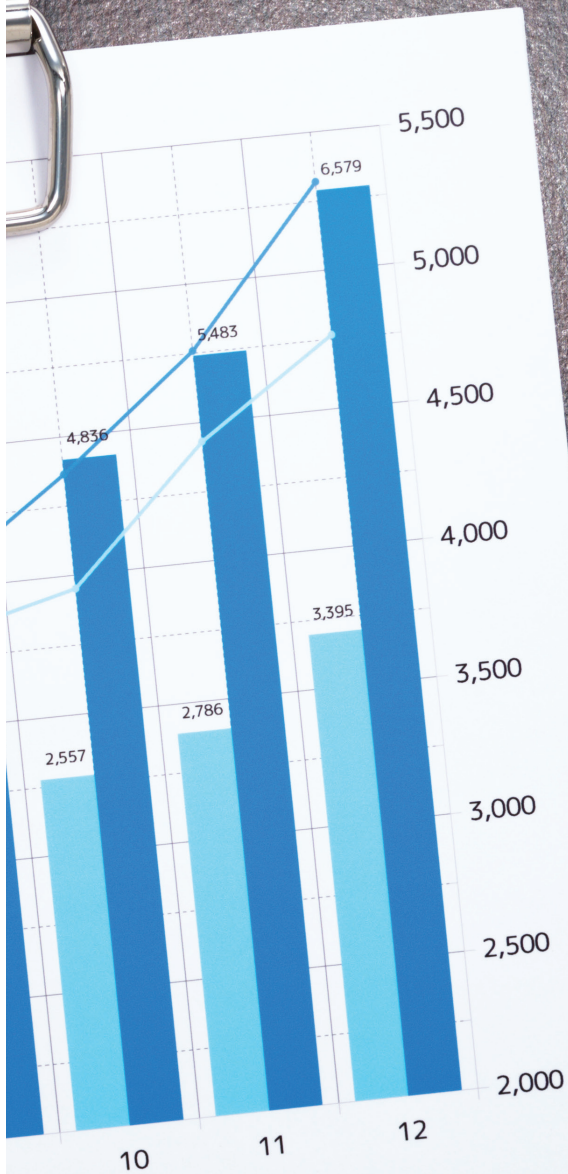
Dewey Minton
Secretary



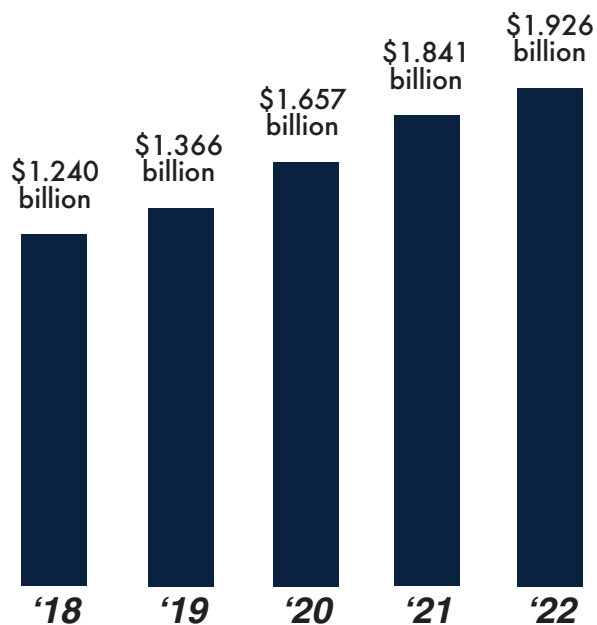
Mickie Hennig
Member



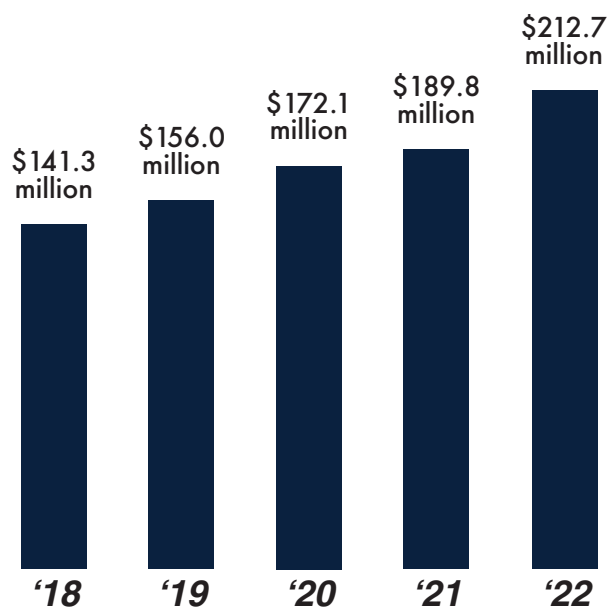
Fig.10



2022 / PERFORMANCE

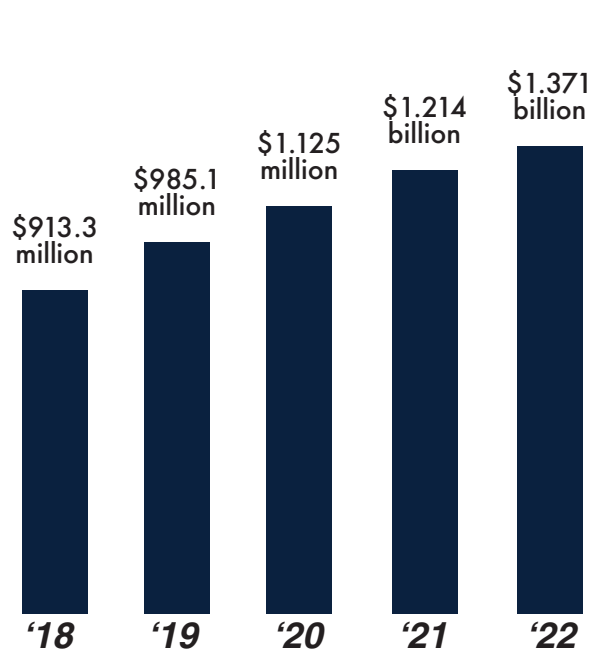


ASSETS

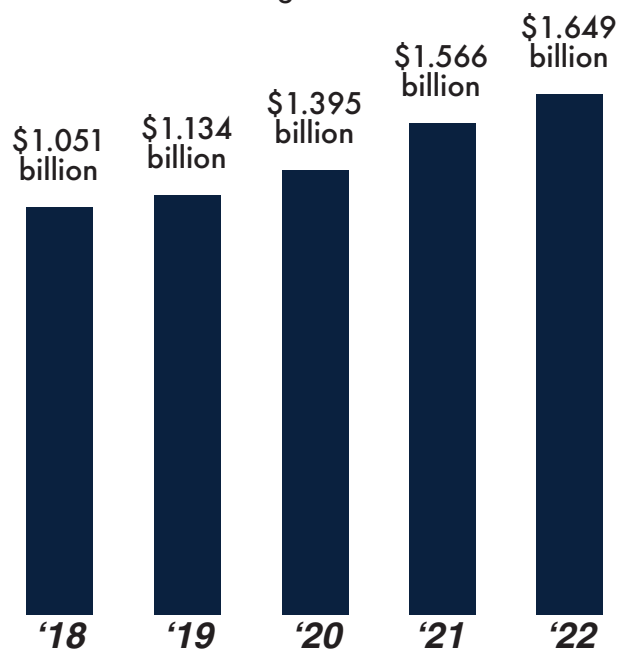


RESERVES

& Undivided Earnings



LOANS



SHARES

Comparative Annual Balance Sheet as of December 31, 2022 & 2021

ASSETS

	2022	2021
Loans	\$1,370,642,139	\$1,214,140,721
Cash	19,201,487	15,444,954
Investments	440,955,232	523,497,481
Land and Buildings	47,677,926	42,888,669
Other Fixed Assets	8,130,722	5,231,584
Other Assets	39,089,348	39,454,371
Total Assets	<u>\$1,925,696,854</u>	<u>\$1,840,657,780</u>

LIABILITIES AND MEMBERS' EQUITY

	2022	2021
Shares	\$1,649,423,754	\$1,566,063,781
Dividends Payable	3,148,212	2,381,792
Accounts & Notes Payable	60,416,376	82,432,156
Reserves	13,571,141	13,571,141
Undivided Earnings	199,137,371	176,208,910
Total Liabilities and Members' Equity	<u>\$1,925,696,854</u>	<u>\$1,840,657,780</u>

Comparative Annual Statement of Income and Expenses as of December 31, 2022 & 2021

INCOME

	2022	2021
Interest on Loans	\$52,590,340	\$47,093,252
Other Income	30,573,358	27,272,608
Total Income	<u>\$83,163,698</u>	<u>\$74,365,860</u>

EXPENSES

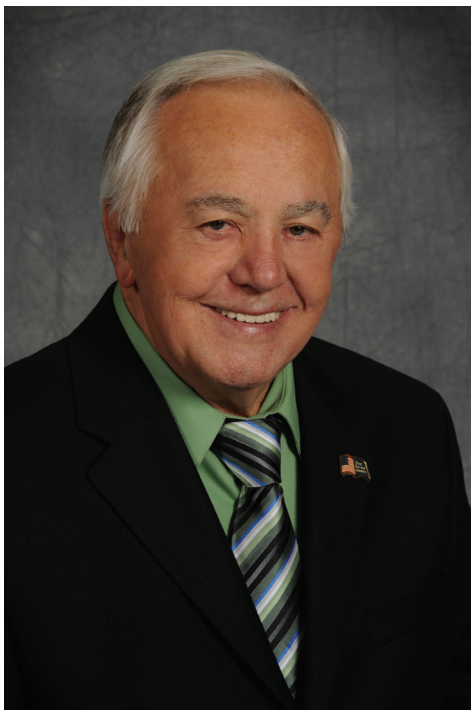
	2022	2021
Operating Expenses	\$23,693,654	\$22,151,231
Salaries & Benefits	25,814,788	25,212,510
Total Expenses	49,508,442	47,363,741
Reserves & Surplus	22,928,461	17,701,820
Dividends to Members	10,726,795	9,300,299
Total Distribution	<u>\$83,163,698</u>	<u>\$74,365,860</u>



2022

BOARD OF DIRECTORS





Claude Simpson
Chairman



Gary Lord
Vice Chairman



Roscoe W. Davis
Secretary/Treasurer



Ron Hennig Sr.
Board Member



Jim Goetz
Board Member



Darlene Mooney
Board Member



Tyrone Green
Alternate Board Member



Chris Brown
President/CEO

Past Board/Committee Members

PRESIDENTS/CHAIRMAN AND DATES SERVED

1st	W.H. Sullivan	03-24-54 - 01-19-55
2nd	J.L. Kleier	01-19-55 - 01-20-56
3rd	J.L. Harrison	01-20-56 - 01-31-58
4th	O.M. Ryan	01-31-58 - 01-30-59
5th	C.P. Bader	01-30-59 - 01-29-60
6th	L.A. Broadway	01-29-60 - 01-27-61
7th	E.A. Connelly	01-27-61 - 01-25-63
8th	P. Potter	01-25-63 - 01-31-64
9th	D.K. Bielefeld	01-31-64 - 08-10-65
10th	B.E. Logsdon	08-10-65 - 01-27-67
11th	D.K. Bielefeld	01-27-67 - 02-16-70
12th	D.C. Brown	02-16-70 - 06-30-80
13th	D.K. Bielefeld	07-01-80 - 03-28-87
14th	R.E. Jones	03-29-87 - 03-04-95
15th	J.R. Pair	03-04-95 - 03-01-97
16th	R.W. Davis	03-01-97 - 02-27-99
17th	B.H. Barnes Sr.	02-27-99 - 03-04-00
18th	J.R. Pair	03-04-00 - 03-04-06
19th	R.W. Davis	03-04-06 - 03-09-19
20th	C.E. Simpson	03-09-19 - Present

VICE PRESIDENTS/VICE CHAIRMEN AND DATES

1st	J.L. Harrison	03-24-54 - 01-20-56
2nd	O.M. Ryan	01-20-56 - 01-31-58
3rd	C.P. Bader	01-31-58 - 01-30-59
4th	L.A. Broadway	01-31-59 - 01-29-60
5th	E.A. Connelly	01-20-60 - 01-27-61
6th	P. Potter	01-28-61 - 01-25-63
7th	N.J. McKinney	01-26-63 - 01-31-64
8th	B.E. Logsdon	02-01-64 - 08-10-65
9th	G.T. Fischer	01-19-66 - 01-27-67
10th	B.L. Parker	01-28-67 - 02-21-68
11th	D.C. Brown	02-22-68 - 02-16-70
12th	D.K. Bielefeld	02-17-70 - 02-16-79
13th	B.E. Coomer	02-16-79 - 02-15-80
14th	D.K. Bielefeld	02-16-80 - 07-01-80
15th	G.A. Deuser	07-02-80 - 10-13-81
16th	R.E. Jones	02-13-82 - 03-08-85
17th	B.E. Coomer	03-09-85 - 03-28-87
18th	J.R. Pair	03-29-87 - 03-04-95
19th	R.W. Davis	03-04-95 - 03-01-97
20th	B.H. Barnes Sr.	03-01-97 - 02-27-99
21st	J.W. Cherwak	02-27-99 - 03-04-06
22nd	J.R. Pair	03-04-06 - 05-07-06
23rd	G. Heinz	05-25-06 - 03-03-07
24th	G.W. Davis	03-03-07 - 03-07-09
25th	R.E. Jones	03-07-09 - 03-12-15
26th	C.E. Simpson	02-12-16 - 03-09-19
27th	G.C. Lord	03-09-19 - Present

TREASURERS AND DATES SERVED

J.I. Linker	03-24-54 - 06-14-54
L.G. Lewis	06-15-54 - 03-29-55
B.W. Long	03-30-55 - 01-20-56
C.J. Voll	01-21-56 - 01-27-61
W.H. Sullivan	01-28-61 - 01-31-64
L. Puckett	02-01-64 - 08-02-65
D.K. Bielefeld	08-10-65 - 01-27-67
W.L. Cash	01-28-67 - 02-16-73
B.E. Coomer	02-17-73 - 02-14-75
W.H. Redmon	02-15-74 - 02-20-76
B.E. Coomer	02-21-76 - 02-18-77
G.A. Deuser	02-19-77 - 02-15-80
B.E. Coomer	02-16-80 - 02-13-81
W.H. Redmon	02-14-81 - 03-28-87
D.C. Wells	03-29-87 - 03-02-02
R.W. Davis	03-02-02 - 03-04-06
G.W. Davis	03-04-06 - 03-03-07
D.L. Disney	03-03-07 - 03-07-09
G.W. Davis	03-07-09 - 10-25-18
R.W. Davis	03-09-19 - Present

SECRETARIES AND DATES SERVED

W.H. Sims	03-24-54 - 01-19-55
N.J. Phillips	01-20-55 - 01-20-56
E.M. Mason	01-21-56 - 01-18-57
C.J. Voll	01-19-57 - 01-17-61
W.H. Sullivan	01-28-61 - 01-31-64
L. Puckett	02-01-64 - 08-02-65
D.K. Bielefeld	09-10-65 - 01-27-67
W.L. Cash	01-28-67 - 02-16-70
W.H. Redmon	02-17-70 - 02-16-73
B.E. Coomer	02-17-73 - 02-14-75
W.H. Redmon	02-15-74 - 02-20-76
B.E. Coomer	02-21-76 - 02-18-77
G.A. Deuser	02-19-77 - 02-15-80
B.E. Coomer	02-16-80 - 02-13-81
W.H. Redmon	02-14-81 - 03-28-87
D.C. Wells	03-29-87 - 03-02-02
R.W. Davis	03-02-02 - 03-04-06
G.W. Davis	03-04-06 - 03-03-07
D. Disney	03-03-07 - 03-07-09
G.W. Davis	03-07-09 - 10-25-18
R.W. Davis	03-09-19 - Present

OTHER BOARD & COMMITTEE MEMBERS

H. Alexander	W.P. McCarthy
G.P. Barham	L.R. Miller
J.I. Berry	D.D. Minton
D.C. Bolden	J.E. Montgomery
E.W. Britt	D. Mooney
B.G. Broadhurst	D.L. Nance
F. Broadus	B.L. Parker
C.S. Brown	H.W. Peirson
A.S. Bryant	L.B. Pottinger
L.H. Crutcher	H.S. Rawert
J.E. Dorn	J.A. Revoir
R.E. Drake	T.R. Reynolds
T. Ellis	J.K. Roby
R.E. Ewing, Jr.	D.B. Root
W. Flick	O.M. Ryan
J.R. Frank	E.J. Santinac
J.M. Fulton	B. Sayers
G.M. Gilfoy	P. Sayers
G.E. Goad	J. Schlosser
J.A. Goetz	E.T. Schubnell
T.E. Green	J.J. Shaughnessy
W.W. Groves	R.E. Showalter
M. Hagan	W.F. Sheer
G.W. Heavrin	O.W. Silcox
G. Heitkemper	M.L. Smith
M. Hennig	A. R. Stephens
R.R. Hennig	B.M. Stephenson
T.E. Heuke	J.D. Tompkins
W.W. Hunter	R. Traud
K.L. Johnson	E. Quinn
H. Kern	G. Weaver
C.R. King	W.J. Westerfield
A.O. Klotter	A. Williams
R. Latimer	S. Williams
H.G. Lawson	J.D. Wohlbold
R.W. LeMaster	P. Wright
M.S. Lemons	
J.G. Leshner	
R.G. Lincoln	
J.M. Macpherson	
W.R. Martin	
E.M. Mason	



2022

PRESIDENT/CEO'S REPORT



Financially, 2022 was a strong year for your credit union. With asset growth of 4.6%, your Credit Union is now over \$1.9 billion in assets and ranks in the top 5% of all credit unions in the United States, according to asset size.

Deposits and membership also continued to grow. The credit union added over \$83 million in deposits, ending the year with a total of over \$1.6 billion. Over 9,000 new members joined the credit union in 2022, with total membership ending at nearly 110,000 members. Lending was another strong area of growth. Loans increased by 12.9% for a total of \$1.4 billion.

In 2022, we continued offering our members the best mortgage products. We helped over 800 members purchase or refinance their home and I am pleased to announce that 100% of our surveyed members reported an exceptional experience in all areas of the mortgage process. We also surveyed members conducting business with us throughout the year and found that 100% indicated they would definitely recommend L&N to family and friends. We are proud of these results and will always work to maintain this high level of service.

We continued our commitment to providing convenient branch access for our members, by opening two new branches in 2022. In September, we opened a new branch in North Corbin located conveniently off of I-75 on Cumberland Gap Parkway. In November, we opened a new branch in Jeffersonville, Indiana located in the Jefferson Ridge Shopping Center on 10th Street. In 2023, we will open a new branch in Shepherdsville, KY in the Settlers Point Shopping Center, just off of Highway 44 and I-65. We are excited to expand our branch network for our members.

For the seventh consecutive year, L&N has been voted as a Best Place to Work by our employees and recognized by the Kentucky Chamber of Commerce as one of the Commonwealth's top employers. We are honored for the recognition and thankful for our talented and dedicated employees, who remain committed to serving our members.

In closing, I would like to thank our Board of Directors, Management, Staff and our Members for contributing to our success in 2022. I look forward to serving you in 2023!

A handwritten signature in black ink that reads "Chris Brown". The signature is fluid and cursive, with the first name "Chris" and last name "Brown" clearly distinguishable.

Chris Brown
President/CEO



2022

COMMUNITY INVOLVEMENT

Each year L&N Federal Credit Union gives back to the community through various charitable contributions, event sponsorships and college scholarships. **Over \$600,000 was donated in 2022.**

L&N VOLUNTEERS, STAFF AND MEMBERS

Donations were made throughout 2022 to various charitable causes. Following is a list of some of the recipients:

Alzheimer's Association	Families for Early Autism Treatment	Orphan Care Alliance
American Red Cross	Fund for the Arts	Portland Christian School
American Cancer Society	Further Still Ministries	Portland Promise Center
American Diabetes Association	Grace United Methodist	Presentation Academy
American Heart Association	Home of the Innocents	Project Find Child Abuse
American Red Cross	Hosparus of Louisville	Relay For Life
Arthritis Foundation	Juvenile Diabetes	Rob's Kids
Baptist Health Foundation	Kentucky Harvest	Southeast Christian
Bethany House	Kentucky Humane Society	St. Jude's Children's Research Hospital
Big Brothers of Kentuckiana	Kid's Center for Pediatric Therapies	Susan G. Komen
Blessings in a Backpack	Kosair Charities	The ALS Association
Camp LEAP	Legal Aid Society	The Center for Women and Families
Catholic Charities of Louisville	Louisville Scottish Rite Foundation	The Leukemia and Lymphoma Society
Children's' Hospital Foundation	Louisville Urban League	The Lupus Foundation
Christian Academy	Make a Wish Foundation	The Salvation Army
Chron's & Colitis Foundation of America	March of Dimes	Tunnel to Towers Foundation
Crusade for Children	Maryhurst	United Negro College Fund
Dare to Care	Mental Health Association of KY	University of Louisville
DeSales High School Appeal	Metro United Way	Ursuline Pitt School
Extraordinary Olympics	Norton Children's Hospital	Wounded Warrior Project

2022 FRANK MOORE MEMORIAL SCHOLARSHIP

Hope Steinmetz and Rex Norvell were our winners for 2022. Each student will receive a total of \$10,000, over a four-year period, for college. Applications for the scholarship are accepted each year between January 1st and March 31st. Applications and information can be found in each branch or at www.LNFCU.com.

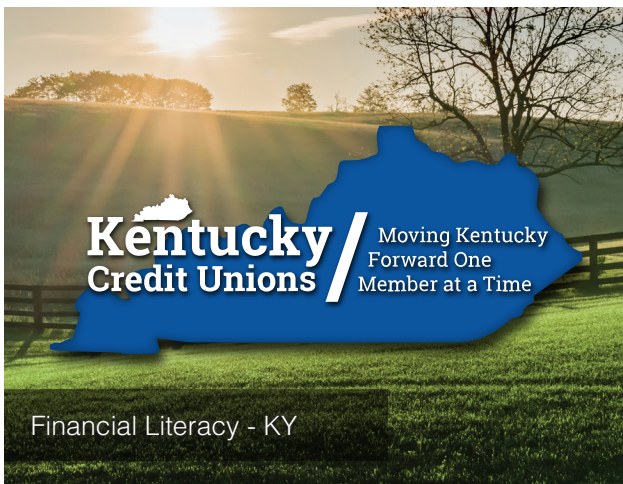
MOVE KENTUCKY FORWARD

L&N is proud to be a contributor to Move Kentucky Forward, which is a financial education course taught in Kentucky High Schools. The course teaches students about personal money management and other aspects of finances.

A sincere thanks to the L&N Board of Directors, staff and members who donated their time and treasures to make these contributions possible.



L&N Stadium - Louisville, KY



Financial Literacy - KY



Baptist Health - Corbin, KY

WWW.LNFCU.COM

