

Wright-Patt Credit Union, Inc.
Consolidated Statements of Financial Condition
December 31, 2021 and 2020

Assets

	<u>2021</u>	<u>2020</u>
Cash and due from banks	\$ 534,510,376	\$ 500,980,573
Federal funds sold	52,100,000	57,180,000
Cash and cash equivalents	<u>586,610,376</u>	<u>558,160,573</u>
Investments		
Available-for-sale securities	1,287,254,243	920,488,625
Mutual funds	51,701,013	76,475,781
Loans held for sale	94,626,262	94,012,422
Loans to members, net of allowance for loan losses of \$35,191,481 and \$44,249,014 at December 31, 2021 and 2020	4,854,684,006	4,290,163,643
Property and equipment, net	67,026,812	65,124,118
FHLB stock	15,199,300	12,596,500
NCUSIF deposit	50,975,684	43,962,219
Other assets	<u>126,238,551</u>	<u>188,895,482</u>
Total assets	<u>\$ 7,134,316,247</u>	<u>\$ 6,249,879,363</u>

Liabilities and Members' Equity

Liabilities		
Members' share accounts	\$ 6,057,669,273	\$ 5,341,693,601
Borrowings	260,950,636	187,412,725
Accounts payable and accrued liabilities	57,166,777	43,804,163
Total liabilities	<u>6,375,786,686</u>	<u>5,572,910,489</u>
Members' Equity		
Statutory reserve	22,877,312	22,877,312
Members' survivors' reserve	2,088,902	2,125,122
Retained earnings	737,368,861	632,409,186
Accumulated other comprehensive income (loss)	<u>(3,805,514)</u>	<u>19,557,254</u>
Total members' equity	<u>758,529,561</u>	<u>676,968,874</u>
Total liabilities and members' equity	<u>\$ 7,134,316,247</u>	<u>\$ 6,249,879,363</u>

Wright-Patt Credit Union, Inc.
Consolidated Statements of Income and Comprehensive Income
Years Ended December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Interest Income		
Loans	\$ 217,165,047	\$ 193,800,599
Investments	14,593,907	16,762,490
Total interest income	<u>231,758,954</u>	<u>210,563,089</u>
Interest Expense		
Dividends on share accounts	27,290,599	38,281,415
Interest on borrowings	4,524,184	4,099,214
Total interest expense	<u>31,814,783</u>	<u>42,380,629</u>
Net Interest Income	199,944,171	168,182,460
Provision for Loan Losses	<u>307,914</u>	<u>29,413,347</u>
Net Interest Income After Provision for Loan Losses	<u>199,636,257</u>	<u>138,769,113</u>
Noninterest Income		
Fees, service charges and other	88,713,315	74,150,045
Gain on sale of investments (includes accumulated other comprehensive income reclassifications for net gains on available-for-sale securities; 2021 - \$1,161,001, 2020 - \$6,700,974)	1,161,001	6,700,974
Gain on sale of mortgage loans	<u>20,959,596</u>	<u>31,506,739</u>
Total noninterest income	<u>110,833,912</u>	<u>112,357,758</u>
Noninterest Expense		
Employee salaries and benefits	106,486,834	88,178,849
Office occupancy	10,161,954	8,890,435
Office operations	44,924,720	37,472,905
Loan servicing	16,476,218	14,706,159
Member education and promotion	4,985,676	3,503,522
Professional and outside services	4,574,317	5,105,737
Income tax expense	1,824,926	4,185,834
Other	5,750,140	4,491,845
Total noninterest expense	<u>195,184,785</u>	<u>166,535,286</u>
Patronage Dividend	<u>10,361,929</u>	<u>8,255,717</u>
Net Income	<u>104,923,455</u>	<u>76,335,868</u>
Other Comprehensive Income (Loss)		
Unrealized holding gains on available-for-sale securities	(22,201,767)	23,517,366
Less investment gains included in net income	<u>1,161,001</u>	<u>6,700,974</u>
Other comprehensive income (loss) - net	<u>(23,362,768)</u>	<u>16,816,392</u>
Comprehensive Income	<u>\$ 81,560,687</u>	<u>\$ 93,152,260</u>

Wright-Patt Credit Union, Inc.
Consolidated Statements of Members' Equity
Years Ended December 31, 2021 and 2020

	Statutory Reserve	Members' Survivors' Reserve	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Total Members' Equity
Balance, January 1, 2020	\$ 22,877,312	\$ 2,156,890	\$ 556,041,550	\$ 2,740,862	\$ 583,816,614
Net income			76,335,868		76,335,868
Other comprehensive income				16,816,392	16,816,392
Transfers		(31,768)	31,768		-
Balance, December 31, 2020	<u>22,877,312</u>	<u>2,125,122</u>	<u>632,409,186</u>	<u>19,557,254</u>	<u>676,968,874</u>
Net income			104,923,455		104,923,455
Other comprehensive loss				(23,362,768)	(23,362,768)
Transfers		(36,220)	36,220		-
Balance, December 31, 2021	<u><u>\$ 22,877,312</u></u>	<u><u>\$ 2,088,902</u></u>	<u><u>\$ 737,368,861</u></u>	<u><u>\$ (3,805,514)</u></u>	<u><u>\$ 758,529,561</u></u>

See Notes to Consolidated Financial Statements

Wright-Patt Credit Union, Inc.
Consolidated Statements of Cash Flows
Years Ended December 31, 2021 and 2020

	2021	2020
Cash Flows From Operating Activities		
Net income	\$ 104,923,455	\$ 76,335,868
Adjustments to reconcile net income to net cash		
Provision for loan losses	307,914	29,413,347
Depreciation	8,666,523	7,833,420
Gain on sale of investments - net	(1,161,001)	(6,700,974)
Amortization of investment premiums and accretion of discounts	4,820,585	4,185,931
Gain on sale of mortgage loans	(20,959,596)	(31,506,739)
Net changes in		
Loans held for sale	(613,840)	(18,796,483)
Other assets	62,654,431	(88,984,839)
Accounts payable and accrued liabilities	13,362,614	18,650,482
Net cash provided by (used in) operating activities	172,001,085	(9,569,987)
Cash Flows From Investing Activities		
Decrease in repurchase agreements	-	40,000,000
Net change in loans	(543,868,681)	(677,579,409)
Investments available for sale		
Purchased	(891,383,247)	(692,398,020)
Maturities, payments and calls	206,188,039	192,098,608
Sold	291,407,238	214,914,191
Mutual funds		
Purchased	(75,225,232)	(30,964,692)
Sold	100,000,000	-
Purchase of FHLB stock	(2,602,800)	(1,060,600)
Increase in NCUSIF deposit	(7,013,465)	(6,790,025)
Capital expenditures	(10,566,717)	(14,356,699)
Net cash used in investing activities	(933,064,865)	(976,136,646)
Cash Flows From Financing Activities		
Net increase in members' share accounts	715,975,672	1,088,479,315
Proceeds from borrowings	297,294,508	351,643,743
Repayment of borrowings	(223,756,597)	(393,975,000)
Net cash provided by financing activities	789,513,583	1,046,148,058
Net Increase in Cash and Cash Equivalents	28,449,803	60,441,425
Cash and Cash Equivalents, Beginning of Year	558,160,573	497,719,148
Cash and Cash Equivalents, End of Year	\$ 586,610,376	\$ 558,160,573
Additional Cash Flows Information		
Dividends paid on share accounts	\$ 27,290,599	\$ 38,281,415
Cash paid for interest on borrowings	4,465,846	4,140,752