

Forbes Best-In-State Banks & Credit Unions

LIBERTY FEDERAL CREDIT UNION

Annual Report

2025



Liberty
FEDERAL CREDIT UNION

Federally Insured by NCUA

“ My wife and I both switched to your Vertical Checking account. It’s everything we could ask for in a checking account. We highly recommend it to our friends and family! ”

Charles H.
Evansville, IN



Vertical CHECKING 3.50% APY



“ We would highly recommend Liberty Federal Credit Union for your lending needs. Our loan officer was very personable, honest, responsive and efficient. He made the process super easy and we closed really fast. Even after our transaction closed, the credit union has always been available to answer any questions we may have. We will use Liberty Federal Credit Union for all our future needs. ”

Michael P.
Nashville, TN

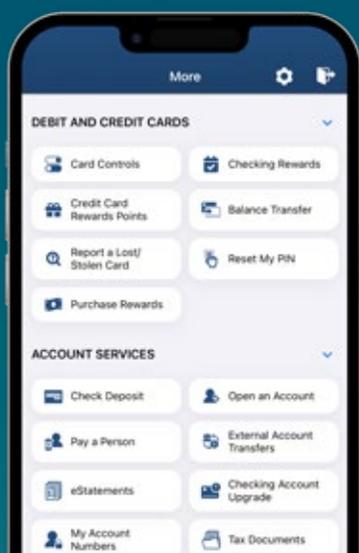
“ It really was a pleasure working with Liberty Federal Credit Union. From the first application, our loan officer was there to help answer questions and provide great options and alternatives. He was very knowledgeable. I would highly recommend Liberty Federal Credit Union to anyone! ”

Matt R.
Franklin, TN



“ All the options in the app have more than saved my life this year, between card controls turning off a stolen debit card while I was out of country working, to live chat figuring out how to use some of the new features, and even credit monitoring letting me know my identity had been stolen. I cannot speak highly enough of Liberty FCU and their employees and the app. Top notch! ”

Zach G.
Newburgh, IN



MINUTES OF THE EIGHTY-NINTH ANNUAL MEETING

The eighty-ninth annual meeting of Liberty Federal Credit Union was held at Liberty Federal Credit Union's Main Office in Evansville on March 11, 2025. Approximately 68 members attended the meeting.

Wayne Kinney, Chairman of the Board, welcomed members to the business portion of the meeting at 6 p.m. He introduced current President and CEO William Schirmer, LFCU Board of Directors and Supervisory Committee Members. Chairman Kinney also recognized LFCU management and staff in attendance.

Secretary Gary Hackney ascertained a quorum was present, and Chairman Kinney received approval of the minutes of the eighty-eighth annual meeting.

Mr. Kinney reported on behalf of the Liberty Federal Credit Union Board of Directors; Pete Hillenbrand, Chairman of the Supervisory Committee, reported on behalf of the committee; Aaron Veech, Executive Vice President and Chief Financial Officer, reviewed the financial reports for 2024; and William Schirmer, LFCU President and CEO, presented the President's Report.

Chairman Wayne Kinney thanked the five candidates who ran in the board election and announced that Pam Blessing, Gary Hackney, Jim Morley, and Donna Workman were elected to three-year terms on the board.

Door prizes were awarded to members in attendance. Door prizes consisted of three \$50 gift cards. There being no further business, the meeting adjourned at 6:30 p.m.



Love this credit union—and their app. It makes paying bills and checking balances very convenient.

Amanda C. Louisville, KY

LIBERTY FEDERAL CREDIT UNION BOARD OF DIRECTORS



Wayne Kinney
Chairman



Connie Ralph
Vice Chairman



Jane Magary
Treasurer



Gary Hackney
Secretary



Pam Blessing



Jim Morley



Bob Suhrheinrich



Lori Sutton



Jim Watson



Ken Wempe



Donna Workman

LETTER FROM OUR BOARD CHAIRMAN & PRESIDENT



Wayne Kinney
LFCU Board Chairman

Bill Schirmer
President and Chief Executive Officer

It was an outstanding year of positive impact for Liberty Federal Credit Union. Several key highlights for 2025 are shown below.

We welcomed **29,835** new members during the year. Our total membership now stands at 260,398.

Our Consumer Lending Team helped 25,900 members gain financing to purchase new autos, recreational vehicles and other assets to meet their needs. Our aggregate amount of consumer loans funded for the year was **\$748mm**.

Our Real Estate Lending Team made home ownership a reality for more than 5,800 members in 2025. LFCU assisted with the financing of more than **\$1.6 billion** in real estate loans for members during the year. We were excited to help so many hopeful homebuyers become happy homeowners!

Our Commercial Lending Team assisted nearly 500 members raise the necessary funds to successfully run their small and mid-sized business enterprises to the tune of **\$458mm** in financing.

In all, we are proud to have assisted more than 34,500 members fund nearly **\$3 billion** in loans to help reach their personal and business goals for 2025.

We continued to promote our popular Vertical and Platinum Rewards checking accounts, and more than 16,000 members took advantage of the **high returns** these accounts offer. In total, nearly 120,000 members maintain one or more of our premium checking account products.

Our Investment Division, Liberty Wealth Services, is doing an outstanding job managing nearly 6,600 members' retirement and other financial investments to the tune of **\$800mm** in total. Please be sure to tell your family and friends about the professional and qualified investment service our representatives offer at Liberty Wealth Services.

On a financial note, we increased net worth by a record high of **\$60.7mm** for the year. Total equity finished the year at **\$493mm**. LFCU's total loans outstanding for members is **\$3.6 billion** while total assets under management finished the year at **\$4.6 billion**.

Based on asset size, Liberty Federal Credit Union is the **second largest** credit union in the state of Indiana.

We are proud to report that LFCU received the following national and state recognition for our superior value and service to our members:

Forbes Best-in-State credit union award for the fourth time in five years.

#1 in the 'Total Return to the Member' category in the state of Indiana as rated by Callahan & Associates, a nationally recognized independent credit union rating organization.

For the twelfth consecutive year, LFCU received the **Platinum Award for Best Credit Union** in the Tri-State region.

LFCU also received *Courier & Press* Readers' Choice awards for **Best Financial Planning Service** and **Best Investment Firm** (Liberty Wealth Services)

We are very thankful for our past success and recognition. However, our focus remains on our financial return to the membership. In that regard, LFCU paid a record-high **\$62 million** to members who took advantage of our certificate of deposit interest rate specials. Our Vertical Checking account returned an additional **\$12 million** to our members. The total return to members through our checking, savings, money market and certificate of deposit accounts was **a record-high \$76 million** for the year.

Our contemporary mobile banking application allows members to apply for an auto or mortgage loan online, review credit scores, make LFCU loan payments from outside accounts, turn debit or credit cards on or off, report debit or credit cards lost or stolen, review progress toward checking rewards, reset personal identification numbers, deposit a check online, open a new account, transfer funds to and from external accounts, pay bills online, review credit union statements and tax documents, track personal spending versus budget goals, as well as view LFCU and outside brokerage account balances on one page. These features allow your desktop computer or digital device to be your personal banker. Be sure to review these and our other innovative mobile banking features designed to simplify your financial life.

LFCU's impact in the community was extraordinary, as well, in 2025 as we invested **\$3.8 million and over 7,000 hours** toward philanthropic causes and volunteer efforts. We worked with area students, members and community partners to assist with home ownership, financial literacy education, student scholarships, teacher grants and support for economic inclusion. Thank you to our team, our members and community partners for making the regions we serve a better place in which to live.

In conclusion, 2025 was another very successful year thanks to our dedicated Board of Directors, Supervisory Committee, and 900 staff members. From our tellers to our senior staff, we are here to provide you with the absolute best in financial products and services. Thank you for choosing LFCU as your financial institution of choice and recommending us to your friends and family. We greatly appreciate your business and look forward to serving all your financial needs in 2026.

SUPERVISORY COMMITTEE REPORT



Pete Hillenbrand, Supervisory Committee Chairman

The success of Liberty Federal Credit Union continued through 2025, with another year of growth and opportunity, amid a challenging climate, while keeping our focus on delivering the best services to our valued members. In accordance, the Supervisory Committee is pleased to report another accomplished year for its five-member volunteer team.

During 2025, the Supervisory Committee met monthly to:

- Work with the Chief Risk Officer in addressing risks within the financial environment.
- Facilitate and review the various internal and external audits as required by regulation.
- Remain apprised of fraud detection and prevention.
- Oversee the handling of member concerns and grievances.
- Seek ways to assist with member communications.

The annual financial statement audit assured that the credit union’s financial records remain in conformity with generally accepted accounting principles of the United States of America.

It is an honor to serve Liberty Federal Credit Union and its greatest asset, you the members, in this capacity. A heartfelt thanks goes out to those who served on the Supervisory Committee during this past year.



Andy Guarino



Kathryn Kornblum-Zelle



Andy Owen



Bill Pedtke

Volunteer Management Committee
LFCU Service Organization, LLC
LFCU Lending Services, LLC

Marina Flory-Jenkins
Vic Chamness
Scott Edmond

Bob Suhrheinrich
Ken Wempe

STATEMENT OF FINANCIAL CONDITION

Aaron Veech, Executive Vice President of Finance and Chief Financial Officer



STATEMENT OF FINANCIAL CONDITION

	December 31, 2025	December 31, 2024
LOANS		
Consumer Secured Loans	\$ 185,637,311	\$ 213,581,724
Consumer Unsecured Loans	69,818,210	72,529,382
Real Estate Loans	2,142,938,161	2,023,257,752
Commercial Loans	1,216,923,377	900,073,996
TOTAL LOANS	3,615,317,059	3,209,442,854
Allowance for Loan Loss	(7,019,638)	(6,345,998)
NET MEMBER LOANS	3,608,297,421	3,203,096,856
Cash	470,747,410	550,405,033
Available-for-Sale Securities	67,312,431	68,888,251
Other Investments	58,800,260	57,879,691
NCUSIF	28,604,267	26,879,491
Accrued Interest Receivable	13,205,850	10,625,542
Fixed Assets (Net of Depreciation)	193,186,509	183,502,880
Other Assets	131,468,228	119,123,651
TOTAL ASSETS	\$ 4,571,622,376	\$ 4,220,401,395
LIABILITIES		
FHLB Advances	642,000,000	689,000,000
Other Liabilities	99,260,525	76,552,829
TOTAL LIABILITIES	741,260,525	765,552,829
SAVINGS		
Shares	1,758,382,133	1,582,879,351
Deposits	1,590,415,557	1,454,954,411
TOTAL SHARES	3,348,797,690	3,037,833,762
EQUITY		
Regular Reserve	25,457,400	25,457,400
Undivided Earnings	357,092,540	316,518,542
Uninsured Secondary Capital	50,000,000	50,000,000
Unrealized Gain / (Loss) on Investments	(11,723,051)	(15,535,135)
Net Income	60,737,272	40,573,997
TOTAL EQUITY	481,564,161	417,014,804
TOTAL LIABILITIES & EQUITY	\$ 4,571,622,376	\$ 4,220,401,395

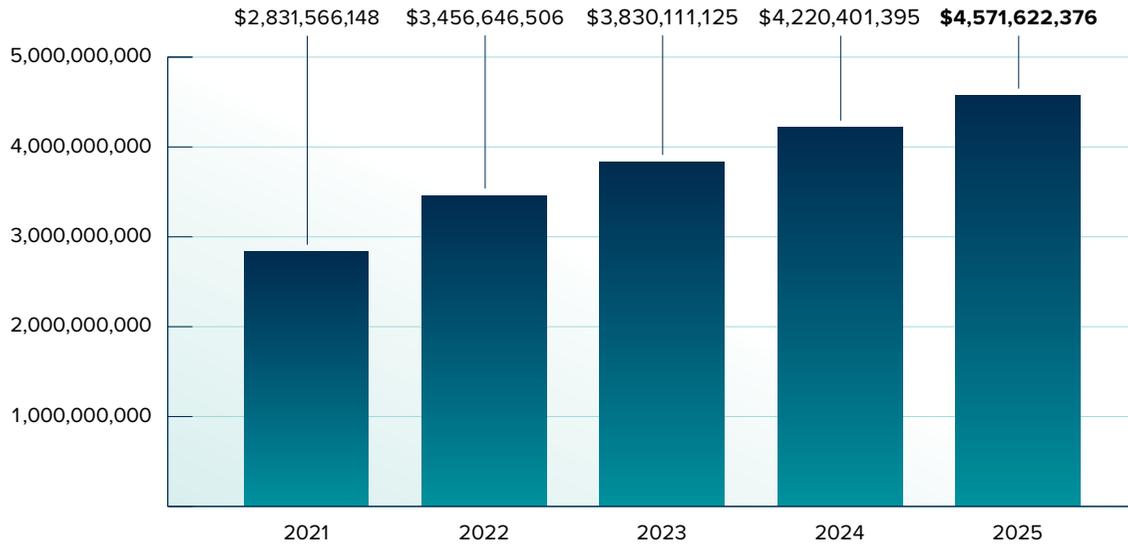
STATEMENT OF FINANCIAL CONDITION

STATEMENT OF INCOME AND EXPENSES

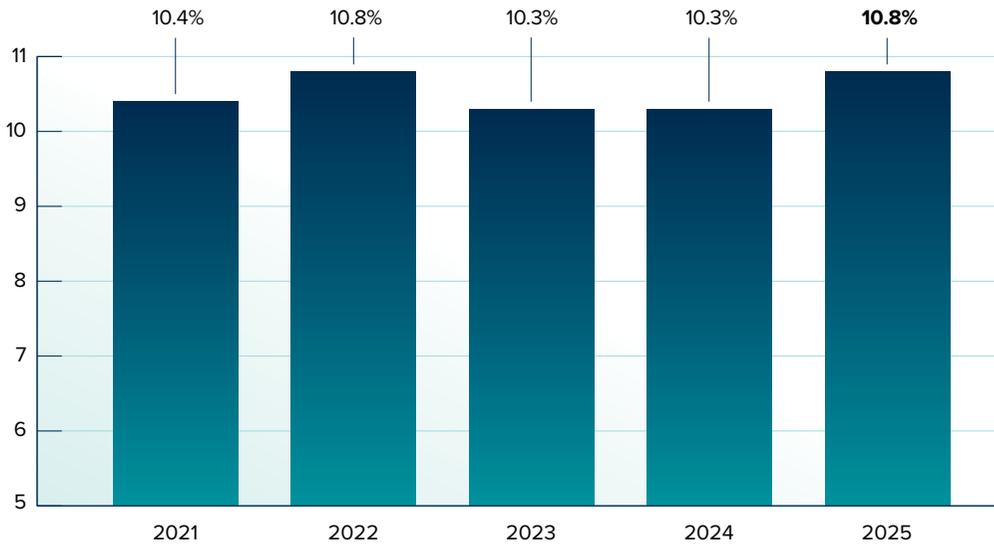
	FOR THE YEAR ENDED	
	December 31, 2025	December 31, 2024
INTEREST INCOME		
Interest on Loans	\$ 170,776,345	\$ 147,066,511
Interest on Investments	30,205,835	31,163,544
TOTAL INTEREST INCOME	200,982,180	178,230,055
COST OF FUNDS		
Dividends	13,470,251	11,490,763
Interest on Deposits	62,277,438	62,493,885
Interest on Borrowed Funds	24,901,918	24,367,035
TOTAL INTEREST EXPENSE	100,649,607	98,351,683
NET INTEREST INCOME	100,332,573	79,878,372
PROVISION FOR LOAN LOSSES	4,390,000	4,205,000
NET INTEREST INCOME AFTER PLL	95,942,573	75,673,372
NON INTEREST INCOME		
Fee Income	28,471,284	22,329,160
Other Operating Income	80,134,427	66,906,941
TOTAL NON INTEREST INCOME	108,605,711	89,236,101
OPERATING EXPENSES		
Compensation	62,984,525	51,935,702
Employee Benefits	15,038,207	12,776,889
Travel and Conference	410,396	423,818
Association Dues	162,850	148,727
Office Occupancy	9,067,042	8,036,549
Office Operations	23,763,112	22,392,509
Education and Promotional Expenses	4,960,092	4,338,813
Loan Servicing	21,207,110	18,274,109
Professional Fees	5,812,415	5,477,168
NCUA Operating Fees	549,144	524,113
Cash Over and Short	3,408	2,860
Annual Meeting Expense	11,928	4,407
Miscellaneous Operating Expense	9,325	7,230
TOTAL OPERATING EXPENSES	143,979,554	124,342,894
INCOME FROM OPERATIONS	60,568,730	40,566,579
Gain / (Loss) on Sale of Assets	183,959	7,418
Gain / (Loss) on Sale of Real Estate Owned	(15,417)	—
Gain / (Loss) on Sale of Investments	—	—
TOTAL GAIN / (LOSS) ON SALE OF ASSETS	168,542	7,418
NET INCOME	\$ 60,737,272	\$ 40,573,997

STATEMENT OF FINANCIAL CONDITION

ASSETS



CAPITAL/ASSETS

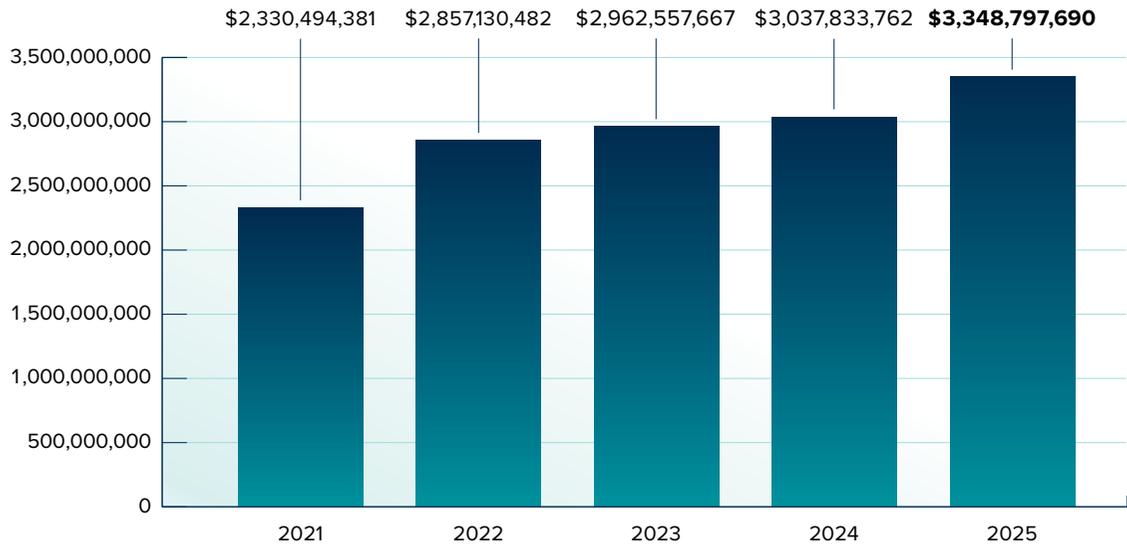


Love having instant access to my accounts. Transferring payments to my credit card and money to my savings has never been easier!

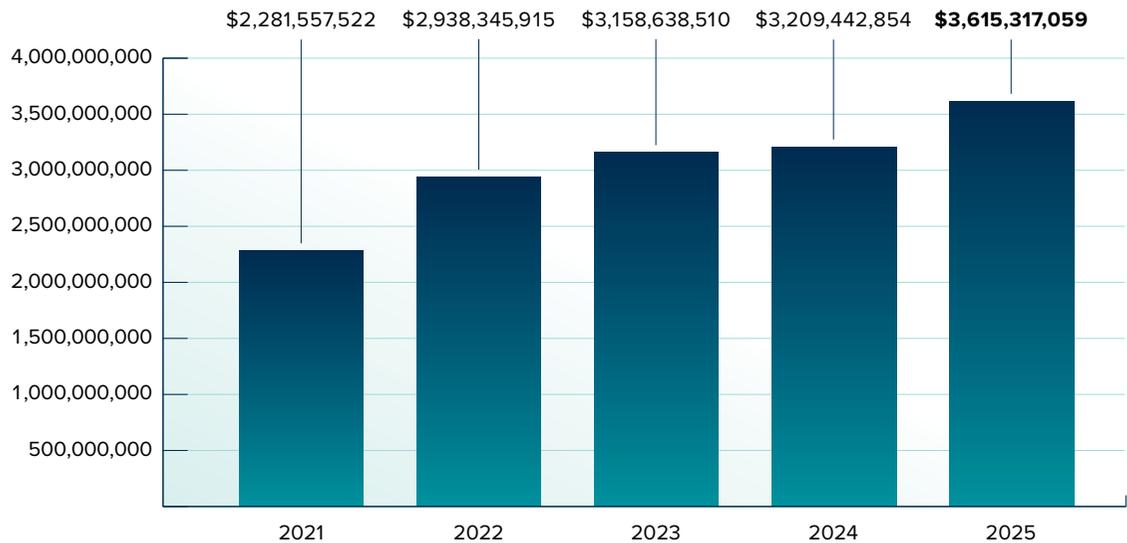
Diane R. Evansville, IN

STATEMENT OF FINANCIAL CONDITION

SHARES OUTSTANDING



LOANS OUTSTANDING

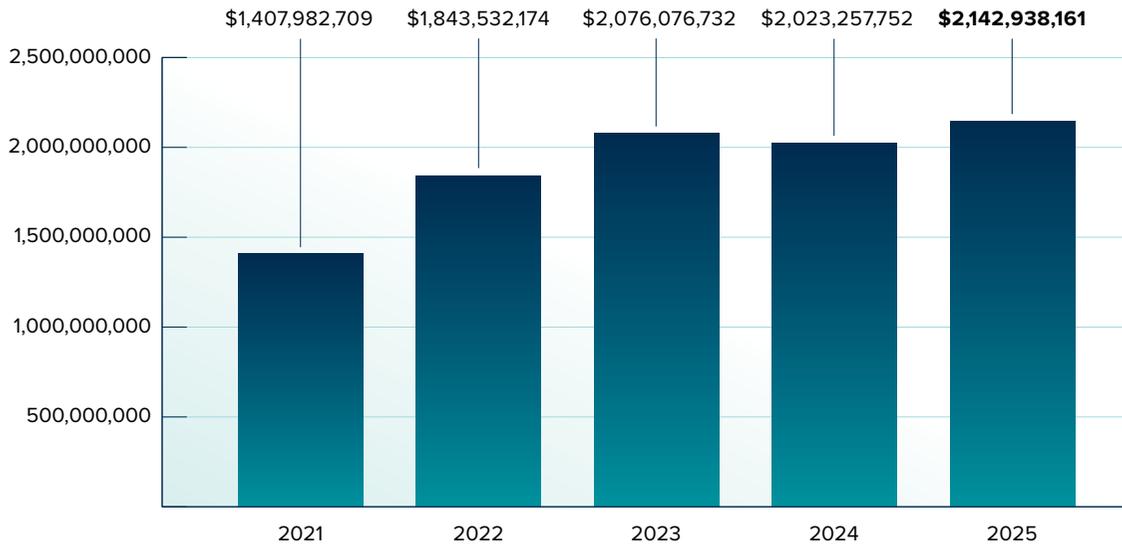


This is the best financial institution I've ever experienced. Their staff is knowledgeable, experienced, and friendly. They take the time to explain to me the best way to help make my money work for me.

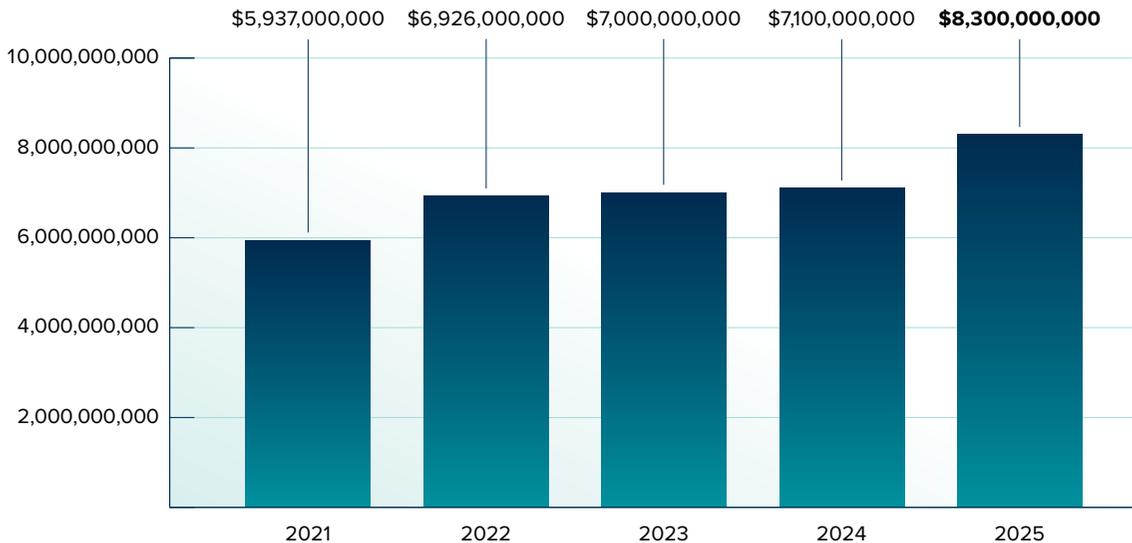
Allison J. Owensboro, KY

STATEMENT OF FINANCIAL CONDITION

REAL ESTATE LOANS OUTSTANDING



TOTAL LOANS SERVICED



We always choose Liberty Federal Credit Union to finance any vehicle purchase. You offer the best rates, and it's easy to make our payment. You also offer the best service for anything we need.

Patricia H. Evansville, IN

2025 PERFORMANCE HIGHLIGHTS

Total Members
260,398

Total Employees
883

New Checking Accounts
16,262

Total Checking Accounts
140,995

Real Estate Lending
\$1.62 Billion

Total Lending
\$3.0 Billion

Total Loans Outstanding
\$3.62 Billion

Total Assets
\$4.57 Billion

Forbes

Best-In-State Banks & Credit Unions

Liberty Federal Credit Union is proud to be listed among Forbes Best-in-State Credit Unions 2025. This acknowledgement is based on feedback from credit union members nationwide on factors such as trust, member service, and digital tools.

2025 COMMUNITY HIGHLIGHTS

Liberty FCU contributed more than

\$3,800,000

back into the community through scholarships,
sponsorships, and donations

Including



More than
\$1,000,000
to the EVSC Foundation,
EVSC, and its schools

More than
\$475,000
to Junior Achievement



More than
\$150,000
to Habitat for Humanity



More than
\$65,000
to the United Way



\$50,000
to graduating
high school seniors
through the Ted Hitch
Scholarship program

Other community partners include



Website libertyfcu.org

Email contact@libertyfcu.org

Facebook facebook.com/mylibertyfcu

