



2025

ANNUAL REPORT

A Message from the Chairman and President/CEO

As we reflect on 2025, we are pleased to share another successful year for The Southern Credit Union and the continued progress we have made in serving our members and strengthening our organization. Your trust and loyalty remain the foundation of everything we do, and we are grateful for the opportunity to support your financial well-being.

One of the most significant milestones of 2025 was the expansion of our field of membership to include Carroll County. This addition allows us to extend our mission to serve more individuals, families, and businesses while continuing to grow our presence throughout the region. We are excited about the opportunities this expansion brings and look forward to building strong relationships within this new community.

While 2025 was a successful year operationally, our earnings of \$2,651,000 were strong yet lower compared to 2024. This decrease was primarily driven by increases in dividend expense as we remained committed to offering competitive returns to our members. During 2025, we also incurred many one-time costs associated with the reopening of our newly rebuilt Newnan branch. This facility now serves as a modern, full-service location designed to better meet the needs of our growing membership and enhance the overall member experience. Safeguarding our members' data and providing uninterrupted service is paramount to us, so this branch also hosts our state-of-the-art disaster recovery center.

In addition, we began accruing expenses related to our upcoming core system conversion scheduled for November 2027. This multi-year initiative represents a significant investment in the future of The Southern Credit Union. The new system, the first in almost 40 years, will provide enhanced capabilities, improved efficiencies, and a stronger technological foundation to better serve our members for many years to come.

This conversion will naturally be our top priority and take most of our resources over the next eighteen months. However, looking ahead, we are excited about a couple of other key projects that will further expand and strengthen our organization. These include plans to add Harris and Heard Counties to our field of membership, allowing us to continue reaching more communities. We are also planning for a remote drive-thru facility in LaGrange and looking at leased space in Carrollton, both of which will provide added convenience and accessibility for our members in those areas.

Whether our members choose to bank with us in person, online, or through a combination of both, we remain committed to delivering competitive products, exceptional service, and long-term financial stability. We sincerely appreciate the confidence you have placed in The Southern Credit Union.

Thank you for your continued support, and we extend our gratitude to our dedicated staff and Board of Directors whose hard work and commitment make our success possible.

Morris D. Kelly
Chairman of the Board

Ray B. Hull
President/CEO

MEMBERSHIP NUMBERS

TOTAL: **31,438**

NEW AGE 18+: **1,141**

NEW YOUTH: **164**

SEGs SERVED: **500+**
SEG-Select Employer Groups

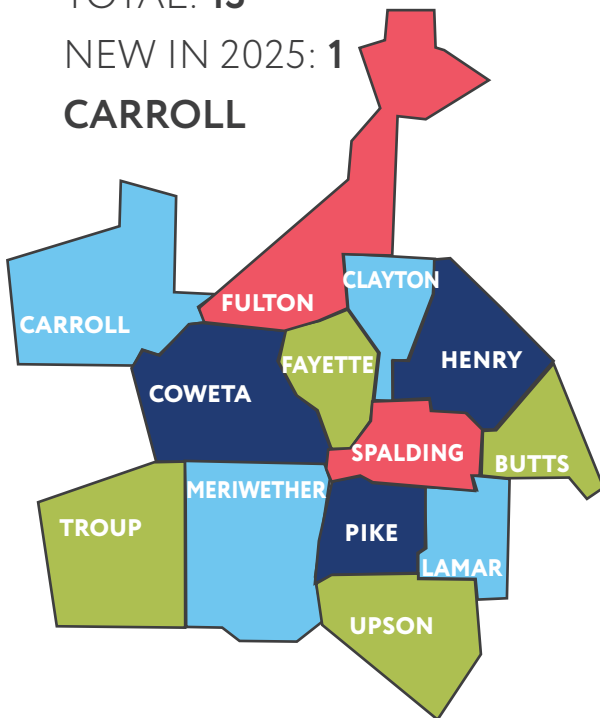


GA COUNTIES SERVED

TOTAL: **13**

NEW IN 2025: **1**

CARROLL



SERVICE DETAILS

ONLINE BANKING USERS: **19,147**

MOBILE APP USERS: **26,085**



HOME LOANS ORIGINATED: **138**

\$18,597,485

AUTO LOANS ORIGINATED: **1,494**

\$46,755,635

CONTACT CENTER

CALLS: **126,255**



COMMUNITY EVENTS

BRANCH EVENTS:

11 MEMBER APPRECIATION DAYS

1 BRANCH FIRST LOOK (NEWMAN)

CHAMBER/SEG EVENTS: **145**



Financials

Consolidated Statement of Financial Condition | As of December 31, 2025 (Unaudited)

	2024	2025
ASSETS		
Regular Loans	\$132,470,299	\$122,001,089
First Mortgage Loans	\$46,449,002	\$51,215,131
Other Real Estate	\$28,934,137	\$32,565,876
Visa Loans	\$9,839,907	\$9,486,705
Collateral in Process	\$4,960	\$28,687
Total Loans	\$217,698,305	\$215,297,488
Allowance for Loan Loss	<u>\$(980,500)</u>	<u>\$(992,000)</u>
Net Loans	\$216,717,805	\$214,305,488
Cash and Cash Equivalents	\$34,428,476	\$30,625,761
Federal Agency Securities	\$191,635,553	\$215,616,479
Certificates of Deposit	\$43,178,310	\$42,990,039
Corporate Credit Union-Capital Shares	<u>\$901,886</u>	<u>\$906,386</u>
Total Investments	\$270,144,225	\$290,138,665
Fixed Assets	\$18,722,121	\$20,634,623
Accrued Interest Receivable	\$1,218,833	\$1,348,730
NCUSIF Deposit	\$4,588,486	\$4,668,064
Other Assets	<u>\$22,544,590</u>	<u>\$24,101,600</u>
Total Assets	\$533,936,060	\$555,197,170
LIABILITIES		
Dividends Payable	\$912,599	\$867,648
Other Liabilities	<u>\$6,298,080</u>	<u>\$6,792,278</u>
Total Liabilities	\$7,210,679	\$7,659,926
MEMBERS' SHARES		
Shares Savings Accounts	\$250,339,844	\$251,828,639
Share Drafts Checking Accounts	\$90,127,342	\$92,223,546
Money Market Accounts	\$43,724,361	\$41,786,036
Individual Retirement Accounts	\$13,935,676	\$13,207,764
Share Certificates	<u>\$83,656,097</u>	<u>\$93,613,924</u>
Total Members' Shares	\$481,783,320	\$492,659,909
MEMBERS' EQUITY		
Undivided Earnings	<u>\$44,942,061</u>	<u>\$54,877,335</u>
Total Members' Equity	\$44,942,061	\$54,877,335
TOTAL LIABILITIES, MEMBERS' SHARES AND EQUITY	\$533,936,060	\$555,197,170

Life is *better* when you *belong*.

Financials

Statement of Income | For the period ended December 31, 2025

INCOME	2024	2025
Interest on Loans	\$12,028,370	\$12,218,776
Interest on Investments	\$7,031,905	\$8,151,445
Non-Interest Income	\$5,615,982	\$5,528,244
Total Operating Income	\$24,676,257	\$25,898,465
OPERATING EXPENSES		
Compensation and Benefits	\$9,385,708	\$9,912,749
Office Occupancy	\$807,410	\$891,938
Office Operations	\$2,050,719	\$2,332,199
Loan Servicing	\$1,761,885	\$1,775,297
Professional and Outside Services	\$1,744,193	\$1,830,592
Provision for Loan Losses	\$388,285	\$334,704
Depreciation	\$871,549	\$1,077,698
Operating Fee	\$56,882	\$57,491
Other Operating Expenses	\$531,644	\$922,417
Total Operating Expenses	\$17,598,275	\$19,135,085
Income from Operations	\$7,077,982	\$6,763,380
Non-Operating Gains (Losses)	\$226,500	\$-
Dividends	\$3,566,468	\$4,112,273
NET INCOME	\$3,738,014	\$2,651,107

AUDIT COMMITTEE REPORT

The Audit Committee is pleased to report that The Southern Credit Union's assets have been managed in a professional and appropriate manner. We are confident and want to assure our Credit Union's membership that the financial statements as presented in this report are accurate and reflect the Credit Union's financial condition.

The certified public accounting firm of Mauldin & Jenkins, LLC assisted the Committee in its efforts by conducting a thorough financial statement audit. As part of the annual audit, the accounting firm reviewed procedures to ascertain that the Credit Union has operated in a fiscally sound manner and, in all material respects, in accordance with applicable federal and state regulations.

If any member wishes to review the audit report, or make recommendations for improvement, please contact me or any other member of the Audit Committee.

Sincerely,
Robert Matthews, Chairman
Audit Committee

The laws of Georgia, which govern Georgia credit unions, and the bylaws of The Southern Credit Union provide for the establishment of a Audit Committee. The Audit Committee works independently of the Board of Directors and Credit Union management and is made up of Credit Union members who volunteer their time to support the credit union movement. Their principal function is to ensure the accuracy of The Southern Credit Union's financial statements and compliance with sound business practices and procedures.

BOARD OF DIRECTORS

Morris Kelly
Robert Matthews
Ray Hull
Rick Halbert
Wilton Marchman
Michael Foran

AUDIT COMMITTEE

Robert Matthews
John DeCotis
Morris Kelly
Michael Foran



BRANCHES[†]

Fayetteville

430 East Lanier Avenue
Fayetteville, GA 30214

Griffin

1610 Highway 16 West
Griffin, GA 30223

Jonesboro

2236 Mount Zion Road
Jonesboro, GA 30236

LaGrange[⊙]

117 Bull Street
LaGrange, GA 30240
No drive thru available.

McDonough[⊙]

2097 Hwy 20 West
McDonough, GA 30253

Newnan

232 Bullsboro Drive
Newnan, GA 30263

Peachtree City[⊙]

1400 Commerce Drive
Peachtree City, GA 30269

Sharpsburg

1790 Hwy 154
Sharpsburg, GA 30277

BRANCHES IN SECURE[‡] FACILITIES

FAA – College Park^{⊙⊙}

1701 Columbia Avenue
College Park, GA 30337

FAA – Hampton^{⊙⊙}

299 Woolsey Road
Hampton, GA 30228

KIA – West Point^{⊙⊙}

7777 Kia Pkwy
West Point, GA 31833

[‡] *Not accessible to the public/company employees only*

^{⊙⊙} *Location has ATM*

LOBBY HOURS

M–F 8:30 AM - 4:30 PM

DRIVE THRU HOURS

M–F 8:30 AM - 5 PM
SAT 9 AM - 12 PM

[†] *Locations have ATM & Night Drop*

[⊙] *No Saturday Hours*



JOIN. THRIVE. PROSPER.

770.719.1111

southernonline.org

NMLS: 411595

Federally insured by the NCUA.