

2025

Annual Report 2025



BRAZOS STAR
CREDIT UNION

— ESTD 1961 —

Financials

Brazos Star Credit Union

12/31/2025



President's Message

Thank you for being here tonight and for the trust you have placed in our credit union. I'm grateful for the leadership of our dedicated board and loyal team. As we celebrate our 65th year of service in 2026, Brazos Star Credit Union remains committed to helping our members achieve greater financial well-being by investing in modernization, efficiency, and more community connections. 2025 was a very strong year for our credit union. Along with positive financial results, we completed some long-awaited initiatives that we believe will help our members now and in the future to enhance our member experience and support our members' financial goals.

In January of this year, we rolled out our new wallet-pay VISA credit cards. They offer digital wallet compatibility for Apple Pay, Google Pay, and Samsung Pay. These new cards are already available to our cardholders, ensuring you have access to the latest technology for secure and convenient payments. These are virtual cards that add safety and convenience with tokenization, all within your cell phone device. This upgrade will make everyday transactions faster and more secure, and we're excited to introduce feature! Credit cards remain one of the safest and most secure way to transact purchases, make reservations, shop online and monitor expenses. With a credit union credit card, we offer many advantages like generous lines of credit and no annual fees. Rewards points, text and email alerts, and most importantly low interest rates.

We added new loan products and enhanced our Home Equity Loan products, with lower processing costs and added several promotional low-cost personal loans for members during peak seasons during the summer and holiday months.



2025 financially reflects sound oversight by the board and prudent lending and operational policies in place. Listed below is a financial snapshot from 2025:

- Total Assets increased to \$34.9 million at year end 2025 (up 1.86%)
- Net loans grew by 1.97% to just over \$15.2 million
- Member deposits ended at \$29.5 million, up 1.59%
- Loan yield (net of losses) is strong at 6.58%
- Our Net Worth remains strong at 14.83%

At Brazos Star, we continuously evaluate both old and new technologies and financial solutions to provide you with the best possible service at the lowest possible cost. Whether in-person or online, we remain dedicated to delivering innovative banking options with the personal touch you deserve.

One of our major projects for 2026 is the reimagining and remodel of our credit union building. This future renovation will allow us to serve you more efficiently while creating space for future growth. By modernizing our facilities, we aim to provide an improved member experience while maintaining the personal service you've come to expect from Brazos Star Credit Union. We are still in the early planning stages, and we have some major repairs to do, but it is something the board has been actively working on.

As we look ahead in 2026 we are focused on maintaining costs but providing momentum for new services through enhanced technology. We will be rolling out a new text program and upgrading our vendor-supplied credit card processing program.



As we begin our celebration of 65 years, look for special opportunities for savings on loans and preferred interest rates on Certificates of Deposits.

Thank you for your continued trust and membership. We look forward to serving you in 2026 and beyond. And thank you for being part of our credit union family. We are excited to see what is ahead for the next 65 years!

Mary Beth Borroni
President, Brazos Star Credit Union

The Brighter Place to Bank!



Chairman's Report

Good Evening,

Welcome to the 65th Annual Meeting of Brazos Star Credit Union. I am Jubal Hancock, the Chairman of the Board of Directors. Serving our members and our local community has been at the heart of Brazos Star since our founding in 1961. We are proud to reflect on the strength of the credit union and the progresses we have made.

Brazos Star continues its tradition of more than 35 years of being a 5-Star Superior-rated credit union from Bauer Financial, an independent, trusted research firm that has rated U.S. banks and credit unions for safety and stability since 1983. Our credit union's strength comes from membership and the prudent guidance of our board of directors, whom I will introduce at this time:

Fred Bingaman, Vice Chairman
Ron Weiman, Treasurer
Linda Jeffress, Secretary
Johnny Stimson, Assistant Treasurer
Tara Jackson, Assistant Secretary
Arthur Davila, Member at Large

The credit union staff, and the board of directors are committed to keeping your funds on deposit safe and sound.

As of 12-31-25, member shares and deposits increased by 1.59%, and total equity increased by close to 1.00%. Total assets increased to \$34,923,651.00, which was an increase of 1.86% as loans increased by close to \$300,000.00 for the year. Our vehicle loan portfolio had the strongest increase in volume.



The credit union's asset yield grew to 4.16%, while cost of funds rose by .87%. Net worth ratio remains strong at 14.83% and our Allowance account is adequately funded should any charge off loans occur.

The credit union board authorized the return of over \$300,000.00 in Dividends and Bonus Dividends to members paid on deposit accounts including savings, checking and certificates of deposit. We originated over \$7.4 million in loans for the year, which is a record for the credit union.

In 2025, the credit union completed its move to wallet pay VISA branded credit cards. This allows cardholders to add our card to their Google, Apple or Samsung wallets within their phones, making retail, online and in-app purchases easier and more secure with tokenization.

We also look to save money by eliminating products and services that no longer meet the needs of our members in a cost-effective manner. This means more money in your pocket.

As a financial cooperative, our success is your success. When you participate in the credit union, you are contributing to its growth and stability. We look forward to serving our members and embracing new challenges and opportunities. Our staff and board of directors work tirelessly to evaluate and consider products and services that meet the needs of our membership while the safety and soundness of the credit union remains our primary concern.

On behalf of the entire board of directors and staff, we thank you for being a part of the credit union family.

Respectfully submitted,

Jubal Hancock, Board Chairman



Treasurer's Report

The state of our credit union is strong.

Brazos Star Credit Union ended the year with \$34.9 million in total assets, earning a net income of \$632,142 dollars.

Of that, the credit union board of directors authorized \$ 301,212 dollars in Dividends and Bonus Dividends to members and added \$330,930 to members' equity.

These strong earnings represent a Return on Assets (ROA) of .95% and compare very favorably to our peer institutions.

In fact, Brazos Star outperformed by 17 basis points (0.17%) in returns when compared to like-sized credit unions in the \$20-\$50 million peer group.

Our credit union continues to be considered "well-capitalized" as measured by the National Credit Union Administration (NCUA), with a Net Worth Ratio of 14.83% at year's end. Again, this is more than double the minimum standard set by the NCUA of 7.00%. Our net worth continues to grow at a rate well above peer. In 2025, our net worth grew by 6.8% compared to peer at 1.85%. This measure captures the strength of our organization and indicates our credit union maintains a high level of financial safety and soundness.

Our competitive loan rates and professional service have led to a successful year in lending to our members. Your credit union made more than 300 loans totaling \$ 7,571,616.18 to your fellow members. In 2025 this was an increase of close to \$300,000.00 and almost 2.00% percent over last year. Our Loan-to-Share Ratio for the year closed at 51.51% percent. This means the credit union has plenty of money available to lend.



Finally, the credit union's operating expense ratio is well below our peers at just 2.18% compared our peer group at 3.04%. Taken together, these measures show Brazos Star's strength and allow us to continue to provide a wide range of competitively priced loan and deposit products to help you achieve your financial goals. You will find more details about last year's financial information in the 2025 Annual Report that will soon be available on our website. We are grateful to you, our members, for your loyalty to the growth of our financial cooperative.

We look forward to celebrating our 65th anniversary this year and providing some special opportunities for both savings and borrowing members alike.

Thank you.

Ron Weiman,
Treasurer



Financials

Statement of Financial Condition

	December 31, 2025	December 31, 2024
ASSETS		
Loans to Members	\$15,203,023	\$13,694,693
Cash	409,561	411,985
Investments	18,158,224	19,260,191
Land & Building	817,403	830,258
Fixed Assets	22,096	25,577
Other Assets	419,450	371,367
Allowance For Loan Losses	(106,106)	(92,716)
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TOTAL ASSETS	\$34,923,651	\$34,501,355
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LIABILITIES AND MEMBER'S EQUITY		
Accounts Payable	\$198,308	\$186,922
all other Liabilities	16,453	27,686
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TOTAL LIABILITIES	\$214,761	\$214,608
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Member's Shares	\$29,528,512	\$29,437,300
Reserve Funds	271,601	271,601
Undivided Earnings	4,908,777	4,577,846
Other Reserve (Mkt Adj)		
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TOTAL MEMBER'S EQUITY	\$34,708,890	\$34,286,747
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TOTAL LIABILITIES AND MEMBER EQUITY	\$34,923,651	\$34,501,355
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Statement of Income and Expense

	December 31, 2025	December 31, 2024
INCOME		
Interest on Loans	\$857,693	\$746,902
Interest on Credit Cards	\$93,496	\$90,008
Income from Investments	492,047	418,140
Other Operating Income	203,007	179,244
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TOTAL INCOME	\$1,646,243	\$1,434,294
EXPENSES		
Employee Compensation & Benefits	\$369,451	\$351,049
Travel and Conference	14,706	3,677
Office Occupancy	60,488	68,717
Office Operations Expense	148,115	120,080
Provisions for Loan Losses	103,002	95,179
Annual Operating Fees	7,986	7,146
Loan Servicing Expense	22,784	7,985
Association Dues	13,060	13,015
Professional/Outside Services	167,168	117,361
Member Benefits	6,979	4,973
Miscellaneous Operating Expenses	-208	17,299
Advertising	12,061	4,550
Credit Card Expense	88,509	72,934
NCUA Stabilization/Member Ins Exp	0	0
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TOTAL EXPENSES	\$1,014,101	\$883,965
NET OPERATING INCOME	\$632,142	\$550,329
NON-OPERATING GAINS/ LOSSES	\$ -	\$ -
ADJUSTED NET INCOME	\$632,142	\$550,329
DISTRIBUTION OF NET INCOME		
Dividends on Shares	\$301,212	\$305,929
Reserves & Undivided Earnings	\$330,930	\$244,400



Boys and Girls Club

Pink Alliance

Bryan ISD

College Station ISD

How we serve our Membership and Communities

4H Roundup

Downtown Bryan Parade

North Bryan Community Center

City of Bryan Parks and Recreation

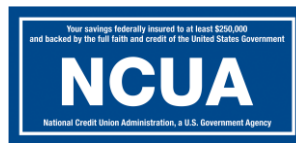
OnRamp

The Brighter Place to Bank





BOARD OF DIRECTORS



Jubal Hancock

BOARD CHAIRMAN

Fred Bingaman

VICE CHAIRMAN

Ron Weiman

TREASURER

Johnny Stimson

ASSISTANT TREASURER

Linda Jeffress

SECRETARY

Tara Jackson

ASSISTANT SECRETARY

Arthur Davila

DIRECTOR AT LARGE

Our board of Directors are full-time volunteers who donate their time and talent to ensure the safety and soundness of the credit union.

Their governance and oversight is what makes the credit union successful.