

Thank you
for being a
part of
the Ocean
Financial
family.



BOARD OF DIRECTORS

Kevin Timoney
Chairman

Muriel Gennosa
Vice Chairwoman

Lisa McGuinness
Secretary/Treasurer

Jay T. Korth
Director

Don Maresca
Director

Thomas Killeen
Director

Michael Sloan
Director



**Ocean Financial
Federal Credit Union**
Catholic Values You Can Bank On®

SUPERVISORY COMMITTEE REPORT

The Supervisory Committee monitors the Credit Union's operations and procedures on behalf of the membership. Our responsibilities include overseeing the direction and focus of the internal audit function, initiating an annual external audit of the Credit Union's financial records and control structure, commissioning member account verification and ensuring an ongoing review of closed accounts.

Each year we have an annual audit performed by an independent CPA firm to ensure that the Credit Union's financial statement accurately and fairly presents the financial condition of the Credit Union and that Management practices and procedures safeguard members' assets.

Based on the results of the annual audit by Nearman, Maynard, Vallez, Certified Public Accountants, it is the opinion of the Supervisory Committee that Ocean Financial continues to be financially strong and operationally effective with sound policies and procedures. The financial statements as of December 31, 2020 fairly present, in all material respects the Credit Union's financial position, results of operations and cash flows.

Thomas Killeen, Chairman

Tim Johnson

Deacon Kevin McCormack

SUPERVISORY COMMITTEE
P.O. Box 431, Oceanside, NY 11572

REPORT TO THE MEMBERSHIP

Hindsight is 2020.

In 2020, Ocean Financial Federal Credit Union was prepared to take great strides forward with a solid business plan, a talented and committed team of people, a supportive Board of Directors and new Catholic, corporate values to guide us.

As everyone knows, 2020 had other plans.

Prior to the COVID-19 pandemic hitting in March, our goal was to deliver long-term sustainability and growth and to be a trusted financial partner for all of you. That goal became even more necessary when we realized it was only the start of what would be a pandemic lasting more than a year. We acted quickly and our drive-up windows remained open to service your needs, with our branch staff ready to help you every day. We were able to create a COVID Financial Hardship loan for the members that needed it and worked with members whose income was impacted by the pandemic and needed temporary loan deferments. We became proficient in the Small Business Administration Paycheck Protection Program (SBA-PPP) to assist our business members and the various parishes we worked with to stay in business and continue to pay their employees.

Staff worked from home to ensure accounts were opened, loans were closed, and we were available to assist you and answer your questions. I am so proud of our staff, who worked tirelessly to ensure your financial wellness, despite not being considered essential employees. As we continue to make strides to get back to our pre-COVID expectations, one thing remains the same – we will always be here to make sure you stay on track with your financial journey.

Not only did we experience the pandemic with each of you, we suffered a personal loss when Paul Wigand, our Board Chairman, suffered a stroke and passed away in October 2020. Paul was active on our board for 25 years and was instrumental in helping to make Ocean Financial what it is today. He has been deeply missed and we will remember him always.

One of our stronger focuses in 2020 was Member Experience. Once again, something we started had to be put in hiatus and resurrected at a later date, but we were able to begin with Mystery Shops and Member Surveys to create a baseline to understand where we stood when it came to Member Service.

We learn something from every shopper and every survey, regardless of whether they are positive or negative. Based on your feedback, we've made some adjustments and conduct more regular employee workshops to focus on making your member experience top-notch. We read every comment that comes in and make sure it's shared and addressed. We hope you can see the changes we are making and realize your part in making it all happen.

Ocean Financial wants to make sure everyone **SAVES**.

Safety & Security: We offer our members peace of mind.

Integrity: We honor our commitments to our members. We don't take our commitments lightly; we will do everything we possibly can to meet expectations. We do the right thing, always.

Advice: We will focus on educating our members and offer solutions based on their unique financial goals and needs.

Value: Our products and services offer the highest worth possible for our members, we do so by ensuring we keep the benefits they offer to members as our focal point at all times.

Ease & Simplicity: Our members' interactions with us are as smooth and uncomplicated as possible. We offer choices.

We are all unique in our financial journeys.

We understand that every member that walks through our door or visits our website is an individual with a financial journey that is uniquely their own, and one that is made up of many steps.

Our commitment to each of you, and our devotion to what makes us your credit union, ensures you are prepared for whatever comes your way as you strive for financial well-being.

And that's what makes us as unique as each of our members as we continue to stand apart from the community-based financial institutions on Long Island and remain your faith-based, Catholic credit union.

We are enthusiastic about whatever 2021, and beyond, brings our way.

On behalf of everyone at Ocean Financial Federal Credit Union, thank you for your continued support, loyalty and membership.



Joe Tedesco, President/CEO



Kevin Timoney, Chairman

Statements of Financial Condition

| | As of December 31, | 2020 | 2019 |
|------------------------|--|----------------------|----------------------|
| Assets | Cash and cash equivalents | \$1,382,036 | \$1,479,956 |
| | Investment securities: | | |
| | Equity Securities | \$81,791 | \$82,776 |
| | Available for sale, net | \$92,166,235 | \$83,779,327 |
| | Held to maturity, net | \$284,371 | \$521,749 |
| | Other investments | \$44,987,772 | \$38,465,183 |
| | Federal Home Loan Bank of New York stock | \$271,900 | \$256,200 |
| | Loans receivable, net of allowance for loan loss | \$207,315,325 | \$187,220,485 |
| | Accrued interest receivable | \$1,024,528 | \$909,156 |
| | Premises and equipment, net | \$5,132,301 | \$5,234,902 |
| | National Credit Union Share Insurance Fund deposit | \$2,853,736 | \$2,696,297 |
| | Prepaid expenses and other assets | \$2,356,233 | \$1,189,865 |
| | Total assets | \$357,856,228 | \$321,835,896 |
| Liabilities | Members' shares and savings accounts | \$328,826,956 | \$297,000,574 |
| | Accrued expenses and other liabilities | \$867,705 | \$700,752 |
| | Total liabilities | \$329,694,661 | \$297,701,326 |
| Members' Equity | Appropriated regular reserves | \$1,007,161 | \$1,007,161 |
| | Unappropriated earnings | \$27,058,659 | \$26,026,711 |
| | Accumulated other comprehensive loss | \$95,747 | \$(2,899,302) |
| | Total members' equity | \$28,161,567 | \$24,134,570 |
| | Total liabilities and members' equity | \$357,856,228 | \$321,835,896 |

Statements of Income

| | For the years ended December 31, | 2020 | 2019 |
|----------------------------------|--|--------------------|---------------------|
| Interest Income | Interest on loans receivable | \$8,110,886 | \$8,310,100 |
| | Interest on investments | \$1,685,995 | \$2,482,520 |
| | Total interest income | \$9,796,881 | \$10,792,620 |
| Interest Expense | Members' shares and savings accounts | \$2,637,439 | \$3,072,200 |
| | Interest on borrowed funds | \$64 | |
| | Net interest income | \$7,159,378 | \$7,720,420 |
| Provision for Loan Losses | | \$293,467 | \$455,367 |
| | Net interest income after provision for loan losses | \$6,865,911 | \$7,265,053 |
| Non-Interest Income | Card income | \$643,424 | \$693,412 |
| | Gain on disposition of assets acquired in liquidation, net | \$400,954 | \$0 |
| | Service charges | \$383,936 | \$463,939 |
| | Other components of net periodic pension cost | \$76,745 | \$0 |
| | Other non-interest income | \$31,903 | \$51,528 |
| | Total non-interest income | \$1,536,962 | \$1,208,879 |
| Non-Interest Expense | Compensation and benefits | \$3,749,481 | \$3,672,855 |
| | Occupancy and operations | \$2,085,894 | \$2,003,947 |
| | Professional and outside services | \$707,395 | \$636,498 |
| | Education and promotion | \$485,567 | \$447,893 |
| | Loan servicing expense | \$314,712 | \$340,672 |
| | Travel and conference | \$27,876 | \$109,383 |
| | Loss on sale of investments, net | \$0 | \$96,118 |
| | Loss on sale of disposition of assets acquired in liquidation, net | \$0 | \$1,987 |
| | Other components of net periodic pension cost | \$0 | \$1,380 |
| | Total non-interest expense | \$7,370,925 | \$7,310,733 |
| | Net (loss) Income | \$1,031,948 | \$1,163,199 |

Your Leadership Team:

Joseph Tedesco
President/CEO

Douglas Brinkman
Chief Financial Officer

David Franco
Chief Information Officer

Patricia Daley
**Director of Marketing &
Member Development**

Angela Fulgieri
**Director of Branch Operations
& Member Experience**

Daniel Goosk
Director of Lending

Jennifer Stone
Director of Human Resources

Your Ocean Financial Team:

Jennifer Abrams
Teller

Taylor Agruso
Teller

Christine Barlow
**Deposit Operations
Specialist**

Eileen Cahill
Project Manager

Sandra Cardona
Member Service Rep

Barbara Casap
Member Service Rep

Anne Marie Cirnigliaro
Bookkeeper

Theresa Clarke
Lead Teller

Heather DeGuire
Member Service Rep

Norma DeJesus
Member Service Rep

Margaret Doyle
Teller

Rosemarie Eifler
Teller

Phil Faller
Loan Officer

Jennifer Fort
Graphic Designer

Jeffrey Goldbort
**Senior IT Support
Specialist**

Joann Gullotti
Member Service Rep

Natale Guniewicz
Teller

Gail Jackson
Lead Teller

Bebi Karim
Principal Bookkeeper

Elizabeth Lora
Seaford Branch Manager

Teresa Mazzeo
**Deposit Operations
Specialist**

Gary Olson
Recovery Specialist

Kathleen Powers
Compliance Officer

Tracey Revere
Loan Officer

Marie Rullo
Lending Manager

Vicki Sanders
Lending Support Rep

Nicholas Sardelli
**IT Support
Specialist**

Nancy Scavone
Controller

Carol Stuber
**Oceanside Assistant
Branch Manager**

Cyndie Thompson
Senior Loan Officer

Deborah Weidler
Recovery Specialist

Taynia Vendryes
**Oceanside Branch
Manager**

Rudy Zilli
**Deposit Operations
Manager**

In Memory of Paul R. Wigand 1952-2020



For God so loved the world, that he gave his only Son, that whoever believes in him should not perish but have eternal life. ~ John 3:16

It is with great sadness that Ocean Financial had to announce the passing of our Chairman of the Board, Paul Wigand in October 2020.

Paul was a volunteer at Ocean Financial since 1995 and was elected to the Board of Directors in 1997. In his tenure with the Board, Paul served in several different capacities such as the Supervisory Committee, Credit Committee and Chairman of the Board from 2002 – 2005 and again from 2019 – 2020. Paul was loved and admired by all who knew him and has been incredibly missed at the credit union.

"Paul was passionate about the credit union movement and was integral in decisions made on behalf of the members of Ocean Financial, always," said Joe Tedesco, President/CEO.