

2025

Annual Report



In front of the LBS Financial Credit Union Pyramid from left to right: CSULB Interim President, Andrew Jones; Long Beach State Athletics Executive Director, Bobby Smitheran; and LBS Financial Credit Union President & CEO, Sean Hardeman.

Together ahead

Vision Statement

To be the most highly desired and Member-valued financial institution in Long Beach and surrounding communities.

Mission Statement

To provide Member-owners with Extraordinary Service Experiences and desirably convenient products and services that enhance their financial well-being.

Brand Values

- Member Focus
- Relationships
- Transparency
- Education

beachcomber
News and Views of Greater Long Beach



Best Credit Union

For fifteen years straight, LBS Financial Credit Union was honored to be named Best Credit Union in the Greater Long Beach area by Press-Telegram readers. Readers of the Beachcomber newspaper in East Long Beach also voted LBS Financial the Best Credit Union for the thirteenth year in a row in 2025.



Recognized for our Financial Health

LBS Financial was given an A+ for health and stability by Depositaccounts.com in 2025. BauerFinancial, an independent third party that rates credit unions and banks on their financial health, continued to rate LBS Financial with 5 Stars out of 5 possible.



LBS Financial sponsored Lindbergh STEM Academy in Long Beach to participate in the annual Middle School Jeopardy Tournament. Shown above from left to right are Jim Birge, Jeopardy host, Lindbergh student finalists; Chandler (6th grade winner- not pictured), Jayden (7th grade winner) and Anthony (8th grade winner) and Heather Summers, LBS Financial's Chief Marketing Officer.



Our LBS CARES Team partnered with the Falcon's Nest at Cerritos College to help with their monthly food distribution to the community on October 22nd, distributing food to over 500 households in need.



LBS Financial hosted a Bite of Reality at Wilson High School on December 4th. Over 30 LBS CARES employee-volunteers supported the event where students were given an occupation and persona and the opportunity to manage a budget.

LBS Financial Credit Union Leadership

Board of Directors

Our volunteer Board of Directors are elected by you, our Members, to ensure the Credit Union follows its mission statement and is driven by our vision of being the most highly desired and Member-valued financial institution in the local area. Each Director is chosen by the Membership to serve a three-year term.



Chair
Dr. Jay Camerino



Vice Chair
Dr. Larry Natividad



*Secretary/
Treasurer*
Dr. John Fylpaa



Board of Director
Dr. Wendy Poffenberger



Board of Director
Brian Russell



Board of Director
Pamela Seki



Board of Director
Luther Williams

Supervisory Committee

Acting as a Member advocacy group, this strategic team oversees the security of Members' Share Savings accounts by reviewing annually required audits, verifying closed accounts and enforcing Board policies.



PICTURED LEFT TO RIGHT:
Alan Ray, *Chair*
David Conrad, *Member*
Peter Davis, *Member*

Executive Management Team



Sean Hardeman
President & CEO



Branch Locations

LONG BEACH

Bixby Knolls

4436 Atlantic Avenue
Long Beach, CA 90807

CSULB Beach Shops Bookstore

6049 East 7th Street
Long Beach, CA 90840

East Long Beach

4341 East 10th Street
Long Beach, CA 90804

Long Beach Marina

6457 East Pacific Coast Highway
Long Beach, CA 90803

Los Altos

6417 East Spring Street
Long Beach, CA 90808

CERRITOS

11239 183rd Street
Cerritos, CA 90703

LAKWOOD

4916 Bellflower Boulevard
Lakewood, CA 90713

Mailing Address

P.O. Box 4860
Long Beach, CA 90804-0860

To Our Member-Owners



As a not-for-profit financial cooperative, everything we accomplish begins and ends with you. When LBS Financial performs well, that success is returned directly to our Membership through competitive dividends, enhanced services, and meaningful investments in our community.

In 2025, we proudly celebrated 90 years of serving our Members. What began in 1935 as a small credit union created to support local educators has grown into a strong, community-rooted financial institution serving generations of families. To mark this milestone, we celebrated throughout September with cash giveaways and raffle prizes for our Members who use our branches and digital services, and a commitment to give back to the community. In honor of our 90th anniversary, we donated more than \$90,000 to nine of our core educational partners, including Long Beach Unified School District, Long Beach City College Foundation, and the Long Beach State Foundation, reinforcing the roots upon which we were built.

This year also reflected continued investment in convenience and innovation. We launched a major upgrade to Online and Mobile Banking and added Zelle within Mobile Banking, making it easier than ever for Members to move money quickly and securely. In addition, we introduced a partnership with Vanguard to provide discounted trust and estate planning services, expanding the ways we support our Members' long-term financial well-being.

Our strong financial performance allowed us to return over \$35 million in dividends to our Members in 2025, a 12.5 percent increase compared to 2024. At the same time, we strengthened our long-standing partnership with CSULB through an \$8.5 million sponsorship of Long Beach State Athletics, including the naming of the iconic pyramid, now proudly known as the LBS Financial Credit Union Pyramid. This investment reflects our deep commitment to education, student success, and the Long Beach community.

We are also proud to report an outstanding average Member satisfaction score of 93 percent across all surveys conducted in 2025. This reflects the dedication of our employees and our shared focus on delivering Extraordinary Service Experiences.

On behalf of the Board of Directors, leadership team, and employees, thank you for your continued trust and Membership. It is our honor to serve you and your family.

Together ahead!

Dr. Jay Camerino, *Chair*

Sean Hardeman, *President & CEO*

Treasurer's Report



In 2025, the economic environment remained dynamic, shaped by moderating inflation, elevated but stabilizing interest rates, and continued resilience in consumer spending. While many financial institutions experienced deposit fluctuations as Members sought higher-yield options, LBS Financial maintained stable deposit growth driven by Member loyalty and competitive pricing. Loan demand remained steady

throughout the year, particularly in consumer and real estate lending, as Members continued to prioritize homeownership, debt consolidation, and financial flexibility despite borrowing costs remaining higher than pre-pandemic levels. Through disciplined balance sheet management and a strong capital position, the Credit Union successfully navigated market pressures while continuing to provide value, stability, and trusted financial solutions to our Member-Owners.

Below are some of the key ratios and numbers from 2025:

- Member loans increased by 9.6%, or over \$99.7 million.
- Total deposits increased by 5.4%, or over \$95.8 million.
- Investments decreased by 1.4%, or over \$12 million

- Total assets increased by 6.3%, or over \$128 million, to \$2.17 billion.
- Net income was \$12.3 million with a return on assets of 0.56%.
- Our Net Capital Ratio at year-end was 13.01%.

These results reflect a year of disciplined growth and thoughtful stewardship of your Credit Union. Strong loan production and steady deposit growth fueled a healthy expansion of our balance sheet to \$2.17 billion in assets, while prudent management of investments and expenses supported \$12.3 million in net income. Our 13.01% Net Capital Ratio, well above the regulatory standard for being “well-capitalized,” underscores the financial strength and stability of LBS Financial and positions us to withstand economic uncertainty while continuing to invest in services, technology, and Member value. As your Treasurer, I am pleased to report that your Credit Union remains safe, sound, and strategically positioned for long-term success on behalf of our Membership.

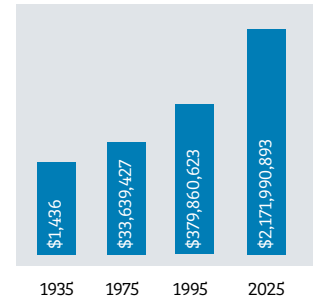
Dr. John Fylpaa
Secretary/Treasurer

Financials for 2025

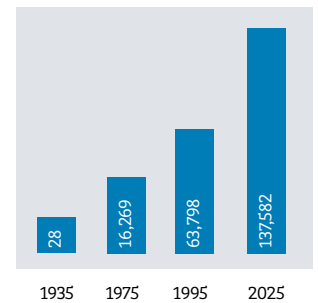
Statement of Financial Condition as of December 31, 2025

Assets	2024	2025
Cash & Federal Reserve Bank Deposits	\$ 247,961,069.94	\$ 241,017,835.83
U.S. Government & Federal Agency Securities	527,166,666.65	621,889,646.87
Other Investments	147,600,000.00	49,390,400.00
Member Loans, Accrued Income & Other Assets	1,114,397,773.77	1,245,943,387.62
Furniture & Fixtures	1,629,226.83	951,308.27
Prepaid Expenses	2,344,192.60	10,550,049.21
Land & Buildings	2,118,974.75	2,248,265.48
Total Assets	\$2,043,217,904.54	\$2,171,990,893.28
Liabilities & Equity		
Shares to Members	\$1,765,181,249.04	\$1,860,997,780.21
Other Liabilities	5,697,970.67	24,036,456.33
Regular Reserve & Undivided Earnings	270,245,660.83	282,549,657.78
Accumulated Other Comprehensive Income	2,093,024.00	4,406,998.96
Total Liabilities & Equity	\$2,043,217,904.54	\$2,171,990,893.28

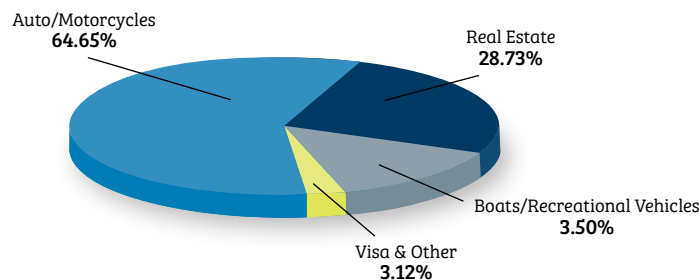
Asset Growth



Membership Growth



2025 Distribution of Loans



Gateway to the Community

LBS Financial Credit Union is a gateway to the communities we serve, connecting friends, family, and community in our efforts to enhance financial well-being. LBS Financial donated over \$336,894 in support of local schools and colleges, student scholarships, sponsorships, and charities in 2025. Below is a list of the groups LBS Financial supported:

- ABC Education Foundation
- ABC Unified School District
- Adopt-a-School Program
 - Baxter Elementary /Bellflower USD
 - Lafayette Elementary/LBUSD
 - Ross Middle School/ABCUSD
- Aquarium of the Pacific
- American Indian Changing Spirits
- Assistance League of Long Beach/Operation School Bell
- Belmont Shore Christmas Parade
- Bellflower Unified School District
- Boys & Girls Club of Long Beach
- California State University DC Scholars Program
- California State University, Long Beach (CSULB) and Long Beach State Foundation
- Cerritos College Foundation
- Child Lane
- Children's Miracle Network/Children's Hospitals (Rady Children's Health/Orange County and Children's Hospital of LA)
- City of Lakewood Concerts in the Park
- Cooper Steinhauser Foundation
- Gems Uncovered, Inc.
- Heart of Ida
- Historical Society of Long Beach
- Humansave
- Jeopardy Tournament Sponsor for Lindbergh Middle School
- Lakewood High School
- Lakewood Village Little League
- Lakewood Run/Soroptimist International of Lakewood
- Literary Women Long Beach Festival of Authors
- Long Beach Area Chamber of Commerce
- Long Beach Blast
- Long Beach Classic 5K & Half Marathon
- Long Beach Century Club
- Long Beach City College
- Long Beach City College Foundation
- Long Beach Day Nursery
- Long Beach Early Childhood Education Symposium
- Long Beach Gives
- Long Beach Little League
- Long Beach Rescue Mission
- Long Beach Unified School District
- Long Beach Unity Festival
- Long Beach Medical Center Foundation/Miller Children's Hospital
- Millikan High School
- Moonlight Movies on the Beach
- Orange County Professional Firefighters Association
- Project X Long Beach
- Precious Lamb Preschool
- Ronald McDonald House – Long Beach
- Rogers Middle School
- Scholarships to 38 local high school and college students
- WomenShelter of Long Beach
- Wilson High School
- Wrigley Area Neighborhood Alliance/Christmas Tree Lane
- YMCA of Greater Long Beach
- Young Horizons

\$1,396,765

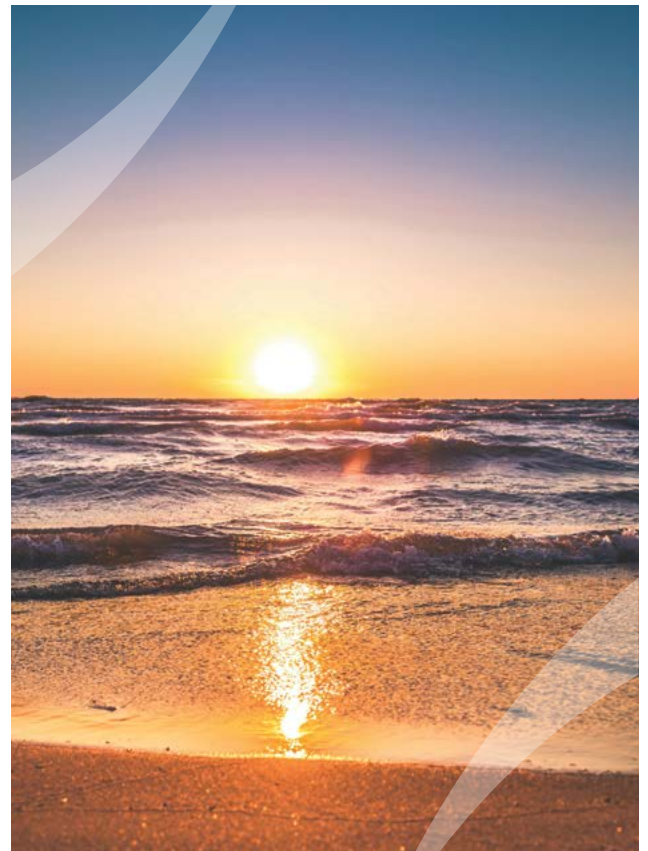
Donated to local schools and community groups since 2000

\$393,575

Provided in scholarships since 2000



\$2,000 Member scholarship winners, Annabel H. and Logan P



Financial Services Especially for You



Member Accounts

- Free Checking with eStatements, Interest Checking, Direct Deposit, Visa Debit Card
- Share Savings Accounts
- Share Certificates
- Money Market Account
- Summer Savings Account for School & College Employees
- IRA (Individual Retirement Account) Certificates
- Youth Accounts

Convenient Access

- **Electronic Self Services** – Mobile Banking, Zelle®, Mobile Deposit, Online Banking, Bill Payment, eStatements/eDocuments
- **Phone Banking** – Automated, voice-activated account access by phone through HomeTeller
- **ATM Network** – Nearly 30,000 free CO-OP® Network ATMs nationwide – plus no surcharge at all LBS Financial and F&M Bank ATMs
- **Seven branch offices** – Bixby Knolls/Long Beach, Cerritos, CSULB, East Long Beach, Lakewood, Long Beach Marina, and Los Altos /Long Beach
- **CO-OP Shared Branching** – Access to more than 5,000 Shared Branches internationally

Consumer Loans

- Auto and Motorcycle
- Recreational Vehicle, Boat and Powersports
- Personal or Signature
- Visa® Credit Cards
- Technology Loans (CSULB students, faculty, and staff purchasing at Beach Shops only)

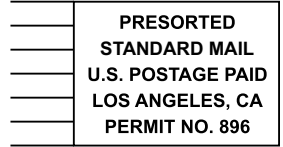
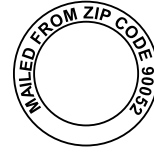
Real Estate Loans

- Home Purchase & Refinance Loans
- Fixed and Adjustable Rate Mortgages
- School Employee Home Loan
- Home Equity Line of Credit
- Home Equity Loans



Other Services

- Investment options
- Auto, home and life insurance
- Auto purchasing resources – Autoland, AutoSmart, and Enterprise Car Sales
- Access LBS Financial auto loans directly at your local dealership



Federally insured by the NCUA



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