



SOUTH EXCHANGE

FALL 2006 EDITION

University of South Alabama
Federal Credit Union
103 Hillcrest Road
Mobile, AL 36608

Board of Directors:

President
Chuck Warnol
Vice President
Ben Tipton
Secretary
Scherita Mixon
Treasurer
Polly Stokley
Wayne Davis
Pamela Henderson
Steve Simmons

Management and Staff:

Manager
Betty Gorham
Assistant Manager
Felicia McKee
Bookkeeper:
Ting Lowe
Loan Officers:
Sandra Bolden
Cindy Montee
Head Teller
Stacy Barnhill
Teller: Doris Martin
Teller: Joan Sluder
Teller: Leigh McNider
Teller: Stephanie Lowe

Phone: (251) 706-0255
Fax: (251) 706-0299

Main (Campus) Lobby Hours:

Monday-Friday
8:00 a.m. - 5:00 p.m.

Drive-Up Hours:

Monday-Thursday
7:30 a.m. til 5:00 p.m.
Friday
7:30 a.m. til 5:30 p.m.

USAMC Branch Office Hours:

Monday, Wednesday, Friday
8:00 a.m. til 12:30 p.m. and
1:00 p.m. til 4:00 p.m.



HOLIDAY CLOSINGS, 2006

Thursday, November 23, 2006..Thanksgiving Day
Monday, December 25, 2006Christmas Day
Monday, January 1, 2007.....New Year's Day

Current Loan Rates

*(Depending upon credit qualification, your rate
might be as low as):*

New & Used Autos

.... 36 months5.09% APR
.... 48 months5.49% APR
.... 60 months5.99% APR
.... 72 months6.49% APR

New Boats

.... 60 months6.49% APR
.... 72 months6.99% APR

Used Boats

.... 60 months6.49% APR
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Other Loan Rates

New Furniture & Appliances

.... up to 36 months	as low as 10.9% APR
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Unsecured Loans

.... up to 36 months	as low as 10.9% APR
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Get-Away Loans

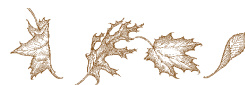
.... up to 48 months	as low as 7.90% APR
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VISA Credit Cards

.... 8.9% APR/No Annual Fee

*All loan rates quoted as Annual Percentage Rates
and are subject to change without notice.*

Equal Opportunity Lender



CREDIT UNION SERVICE CENTERS

The Member-Friendly Financial Network

Credit unions operate under the philosophy “not for profit, not for charity, but for service” and cooperate with each other instead of compete. Through this collaborative spirit, credit unions can serve their members most effectively and strengthen the movement by working together through local, state, regional, national and international structures. It is under this principle that the concept of shared branching was born.

Shared Branching

Shared branching is a cooperative network of credit unions that have joined together and created shared service centers across the country. By sharing facilities, credit unions can offer greater convenience for members to access their accounts at many locations just as if they were at their home credit union.

University of South Alabama Federal Credit Union members can now enter any shared service center and conduct a range of transaction services, such as:

- Cash checks
- Make deposits and withdrawals
- Make loan payments
- Make transfers between accounts

To take advantage of this service, when members enter a shared branch they only need to bring:

Their home credit union's name. Remember to use the entire name of the credit union, (University of South Alabama Federal Credit Union,) instead of “USA” since there are four credit unions in the United States using the name “USA.”

- Their account number
- Photo identification

You may conduct basic financial transactions at any location where you see “the swirl logo.” For a nationwide list of service center outlets, please visit

www.creditunion.net

or call 1-800-919-2872.



STATEMENT OF FINANCIAL CONDITION AS OF AUGUST 31, 2006

ASSETS:

Total Net Loans & VISAs	\$15,765,541.42
Net Investments	4,536,930.66
Fixed Assets	98,311.52
Land and Building	887,698.08
Other Assets	<u>149,871.20</u>

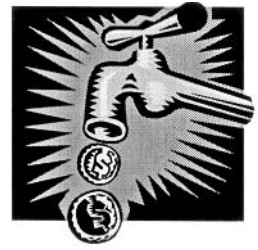
TOTAL ASSETS **\$21,438,352.88**

Liabilities & equity:

Liabilities (Payables)	\$ 1,629,543.29
Member Deposits:	
Certificates of deposit	2,029,774.33
Share Drafts (Checking)	2,066,394.00
IRAs	679,339.30
Christmas & Youth Clubs	542,737.05
Regular Shares	12,094,487.63
Equity	
Regular Reserves	336,491.99
Undivided Earnings	<u>2,059,585.29</u>

TOTAL LIABILITIES & EQUITY **\$21,438,352.88**

Need Cash? Tap the Equity in Your Home



Need money to buy a vehicle, remodel the kitchen, or take that dream vacation? Consider using a home equity loan from your credit union.

Your credit union can set up a home equity line of credit whereby you can access the funds as you need them, up to a predetermined limit. Money in the home equity line of credit is then made available again as it is paid back.

The interest rates are very favorable because the loan is backed (or secured) by your home. And, in most cases, the interest that you pay on your home equity loan is tax-deductible. If a home equity loan sounds like the solution to your needs, talk to one of our loan specialists at the credit union today.

HOME BANKING AT USA FCU!

Your credit union now offers home banking with Cue-Branch. Cue-Branch provides you with online internet access to your credit union accounts when you need it...24 hours a day, 7 days a week. Check your account balances, transfer funds, view/print account history, request a check, print a loan application, order new checks, and much more.

Signing up is simple:

1. If you are currently a user of the credit union's voice response system, TellSouth, with the capability of transferring funds, you can self-register at our website at www.usafedcu.com and click on the home banking link. Then click on "Register Now" under the New Users menu. Your user ID is your account number. During the registration process, you will be prompted to enter your user ID, your social security number, your e-mail address, and your TellSouth PIN number. After you have registered, you will be prompted to create a password. Instructions for creating a password will appear on the same page. You will need a password for future log-ins.
2. Or, if you do not have transfer capabilities with TellSouth, just stop by any of the credit union branches and sign up.

THE CREDIT UNION WILL NEVER ASK YOU FOR YOUR USER ID OR PASSWORD. PLEASE DO NOT DISCLOSE YOUR USER ID OR PASSWORD TO ANYONE.



The USA Federal Credit Union is delighted to offer this FREE service to its credit union members.

Don't Get "PHISHED"

One form of "PHISHING" occurs when online crooks steal the Credit Union's logo and/or copy its corporate image to send phony e-mails asking you to "verify" your account information. If you take the bait by replying with your private financial information, the "phishers" use it to steal funds from your account. Remember, your Credit Union will NEVER ask you to "verify" account details by e-mail. We already have this information! If you receive such an e-mail, DON'T REPLY and notify the Credit Union immediately.

Nomination Procedures for the 2007 Annual Meeting, February 27, 2007

The Nominating Committee for the 2007 Credit Union Annual Meeting will be appointed in October 2006. The Committee will file its nominations with the secretary of the credit union by November 27, 2006. A brief statement of qualifications will be included for each nominee submitted by the Nominating Committee. Nominations for vacancies may also be made by petition signed by 1% of the members. Each nominee by petition must submit a similar statement of qualifications with the petition. Nominations by petition must be filed with the secretary of the credit union at least 40 days before the annual meeting. There will be no nominations from the floor.

PLEASE NOTE

Effective July 1, 2006, members with less than the credit union's required minimum share balance of \$25.00 will be charged a fee of \$24.99. Please check your statement to make sure you have the minimum \$25.00 balance in shares.

IMPORTANT MESSAGE ABOUT CHRISTMAS CLUBS

Christmas Club balances will be automatically deposited into either your credit union share account or into your credit union checking account on the night of November 1. If you have not let us know which account to transfer to, please call us before October 31.

