

McKesson Federal Credit Union and Sikorsky Financial Credit Union are Planning to Join Together

McKesson Federal Credit Union (McKesson) with headquarters in Stratford, CT, and Sikorsky Financial Credit Union (Sikorsky) with headquarters in Stratford, CT, are pleased to announce that they are seeking regulatory approval of their intent to merge. The proposed merger requires approval from the Connecticut Department of Banking and the National Credit Union Administration (NCUA) and must also be approved by McKesson's membership, with an anticipated effective date of September 30, 2023. Upon all approvals, the merger would result in an organization with combined assets of more than \$1.15 billion. Sikorsky will remain the continuing credit union. Upon all approvals, information regarding the organization will be released.

What Does This Mean For McKesson Members?

The Board of Directors of McKesson and Sikorsky have both agreed that a merger will combine the energies and resources of these two credit unions for the betterment of the members of the two credit unions.

Every year about 100 credit unions merge with the approval of the National Credit Union Administration (NCUA). These mergers are to be done when it is in the members' best interest and when it is beneficial to the future organization. In this case after extensive consideration and due diligence between our credit unions, the boards have voted to merge with the belief that this venture meets that key criteria.

"While our organization, including our financial condition and operations, continue to be solid, the Board looked at our future challenges including regulation, compliance, technology, cybersecurity and staffing and took a proactive position to consider merger partners. We were fortunate that a superior credit union like Sikorsky was located in our hometown for us to consider as a merger partner. Our members will have access to seven full service locations all in close proximity to our existing locations; as well as enhanced electronic services and a wider range of loan and savings products." said Leo H. Dorsey, board chairman of McKesson. "We believe this merger is an important next step in helping to best serve our members. McKesson has been in existence for 85 years and I believe that this merger will continue our member-focused approach, and result in enhanced products, services, and banking locations for our members."

What's Next?

McKesson and Sikorsky are in the process of getting regulatory approval from the National Credit Union Association and the State of CT Department of Banking. Merger packets with Notice of a Special Meeting of Members including a member ballot are being sent out to all McKesson members. The Meeting is scheduled for June 29, 2023 at 4:00 PM. It will be held at the Boothe Park Hall located at 5774 Main Street Putney, Stratford CT.

During the Meeting and member voting period you will have time to review the merger packet sent to you, ask questions and submit your ballot. Following regulatory approval and a positive member vote, we anticipate completing the legal merger on or about September 30, 2023. You can expect "business as usual" up to and after the legal merger date. We will however, keep you notified and updated as we move along through this process.

How Will My Accounts Be Affected?

You can expect business as usual following the legal merger as we anticipate no immediate changes or actions will be needed by you. We are committed to a seamless transition of any operational changes made between our organizations.

Will My Accounts Still Be Insured?

Yes. Your accounts will continue to remain well protected and insured. Your deposits are federally insured through the National Credit Union Administration for up to \$250,000 and backed by the full faith and credit of the United States Government. If you have accounts at both McKesson and Sikorsky, you should review your accounts upon combination to determine if balances equal or exceed \$250,000 federal deposit insurance. For more your information about deposit insurance please go to: <https://mycreditunion.gov/share-insurance>