



**NCUA**  
National Credit Union Administration

Eugene H. Schied, CFO

Office of the Chief Financial Officer

# NCUSIF Financial Statistics

For the Quarter Ended  
March 31, 2022

# NCUSIF Revenue and Expense

March 31, 2022

PRELIMINARY & UNAUDITED (In Millions)	Quarter Ended March 31, 2022
<b>Gross Income:</b>	
Investment Income	\$61.7
Other Income	0.1
Total Income	<b>\$61.8</b>
<b>Less Expenses:</b>	
Operating Expenses	\$49.1
Provision for Insurance Losses:	
Reserve Expense	3.6
NPCU AME Loss Expense (Reduction)	(2.5)
Corporate AME Loss Expense (Reduction)	(42.8)
Total Expenses	<b>\$7.4</b>
<b>Net Income (Loss)</b>	<b>\$54.4</b>

# NCUSIF Summary Balance Sheets

## March 31, 2022

<b>PRELIMINARY &amp; UNAUDITED (In Millions)</b>	<b>March 31, 2022</b>	<b>December 31, 2021</b>
<b>Assets</b>		
Fund Balance with Treasury and Investments	\$19,754.1	\$20,401.0
Capitalization Deposits Receivable	578.3	-
Receivable from NPCU Asset Management Estates, Net	1.8	1.4
Receivable from Corporate Asset Management Estates, Net	147.8	221.6
Accrued Interest and Other Assets	120.9	111.3
<b>Total Assets</b>	<b>\$20,602.9</b>	<b>\$20,735.3</b>
<b>Liabilities and Net Position</b>		
Accounts Payable and Other Liabilities	\$24.6	\$9.4
Insurance and Guarantee Program Liabilities	166.3	162.0
Net Position – Cumulative Results of Operations	4,053.7	4,780.2
Net Position – Capital Deposits	16,358.3	15,783.7
<b>Total Liabilities and Net Position</b>	<b>\$20,602.9</b>	<b>\$20,735.3</b>

# Unrealized Gains and Losses From Investments

- The NCUA's investment portfolio is valued based on the market, even though the NCUA's practice is to hold investments to maturity.
- Retained Earnings in the equity ratio calculation is defined as cumulative results of operations, *excluding* net cumulative unrealized gains and losses on investments.
  - The unrealized losses alone do not impact the equity ratio and do not increase the likelihood of a premium, just as unrealized gains do not increase the equity ratio.
- Net Position presented in the Balance Sheets includes capital deposits, retained earnings and unrealized gains and losses from investment.
  - Losses would only be realized in the event of a significant liquidity need for the Fund which forced the sale of investments.
  - The Fund has borrowing authority to protect against the need to liquidate.

# NCUSIF - Insurance and Guarantee Program Liabilities

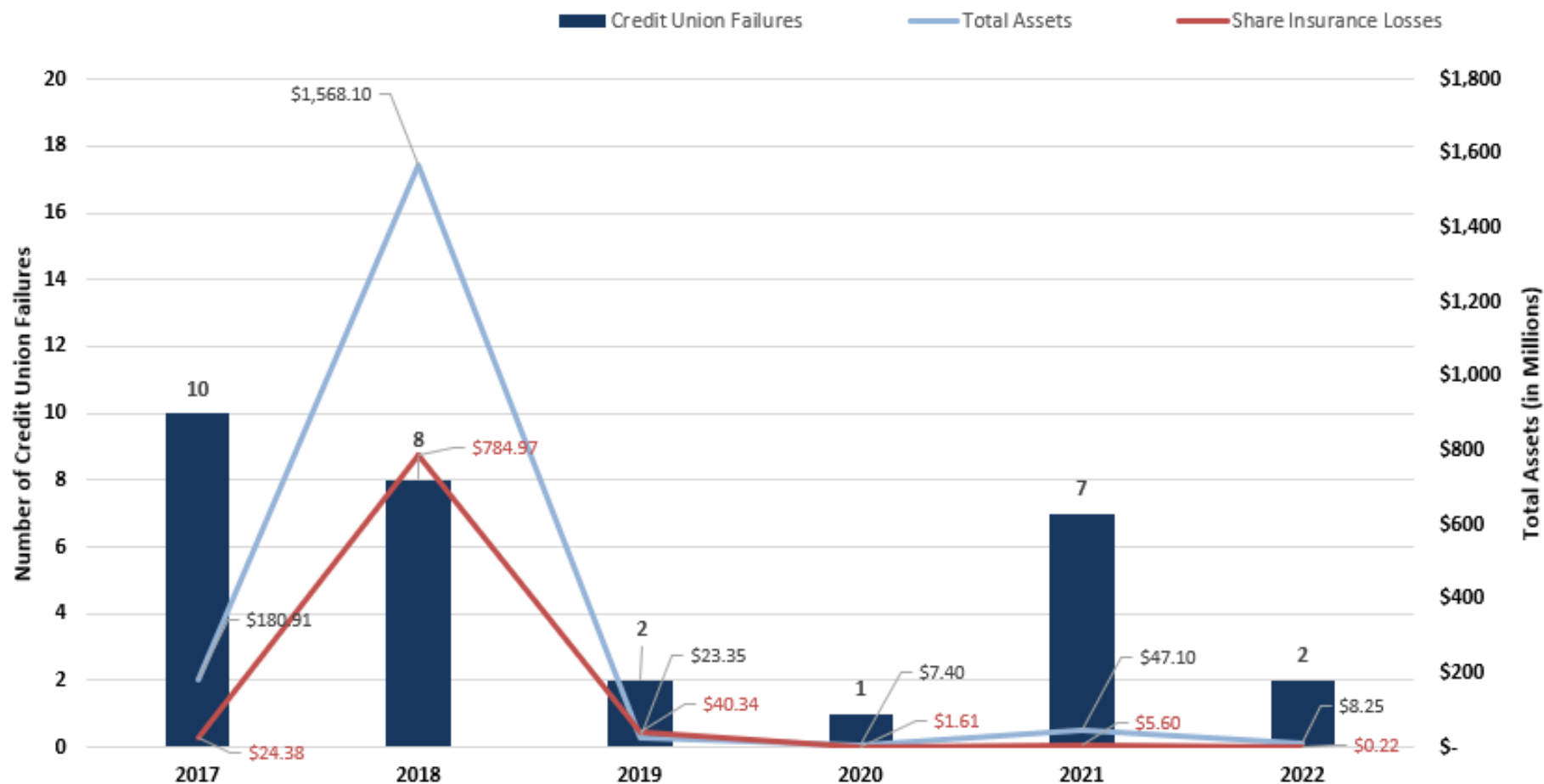
March 31, 2022

<b>PRELIMINARY &amp; UNAUDITED</b> <b>(In Millions)</b>	<b>Quarter Ended</b> <b>March 31, 2022</b>
<b>Beginning Reserve Balance:</b>	<b>\$ 162.0</b>
Reserve Expense	3.6
Charges for Assisted Mergers	-
Charges for Liquidations	0.7
<b>Ending Reserve Balance</b>	<b>\$166.3</b>

\* This table shows only NPCU Insurance and Program Guarantee Liabilities.

# Number of Credit Union Failures Incurring a Loss to the Share Insurance Fund

## CY2017 – Q1 CY2022



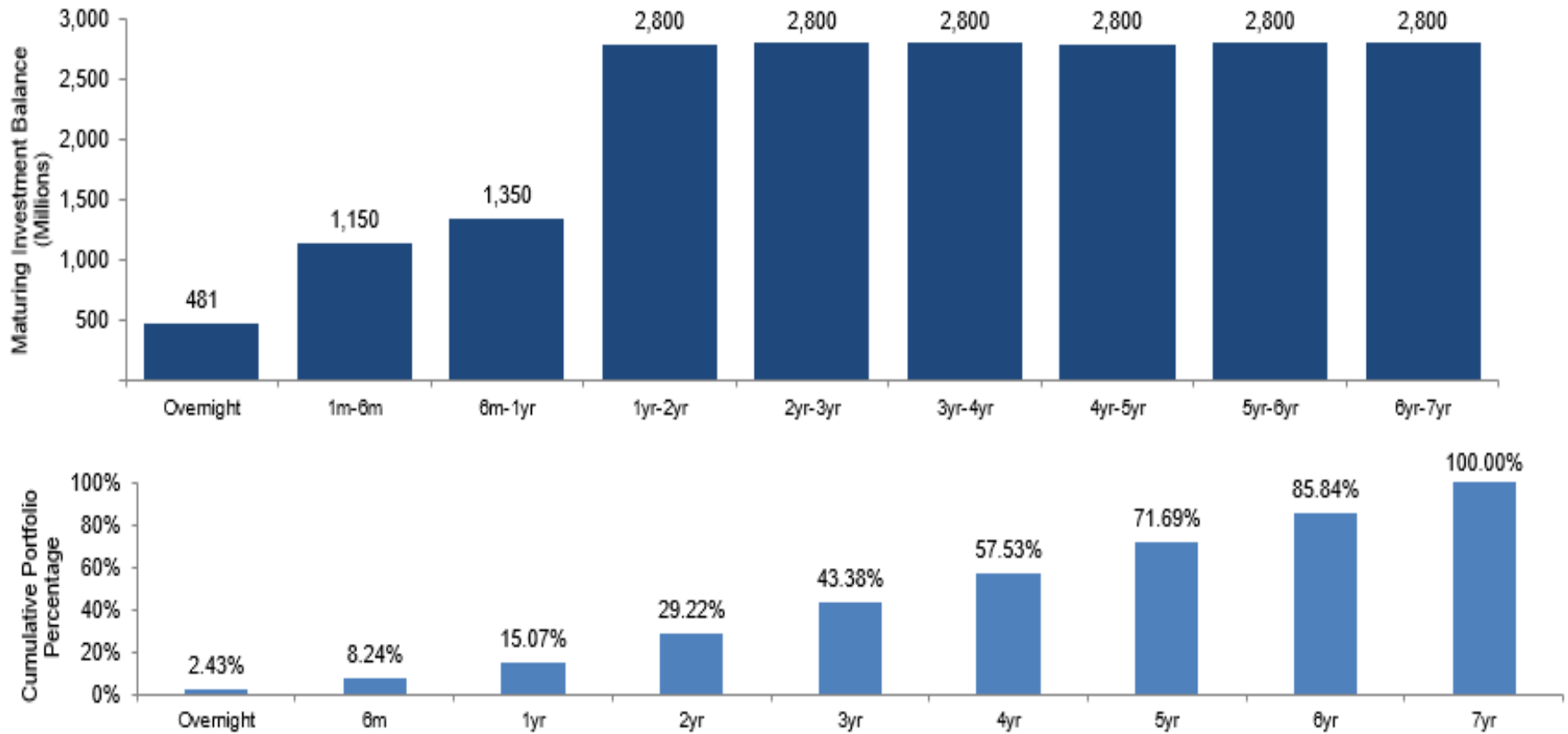
# NCUSIF Portfolio

## March 31, 2022

Investment Balance at Par: \$19.8 Billion

Weighted Average Life:  
Weighted Average Yield:

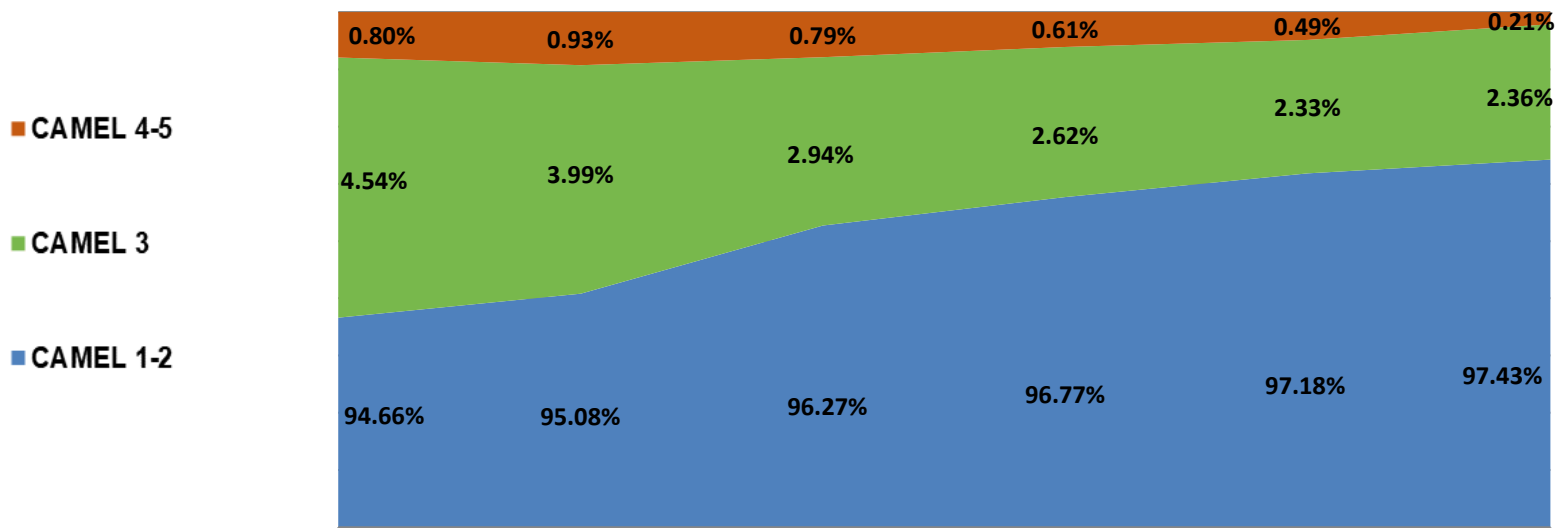
3.5 years  
1.22%



# Percentage of Insured Shares and Total Number of CUs by CAMEL Code

## CY2017 – Q1 CY2022

Percentage of Insured Shares by CAMEL Rating\*

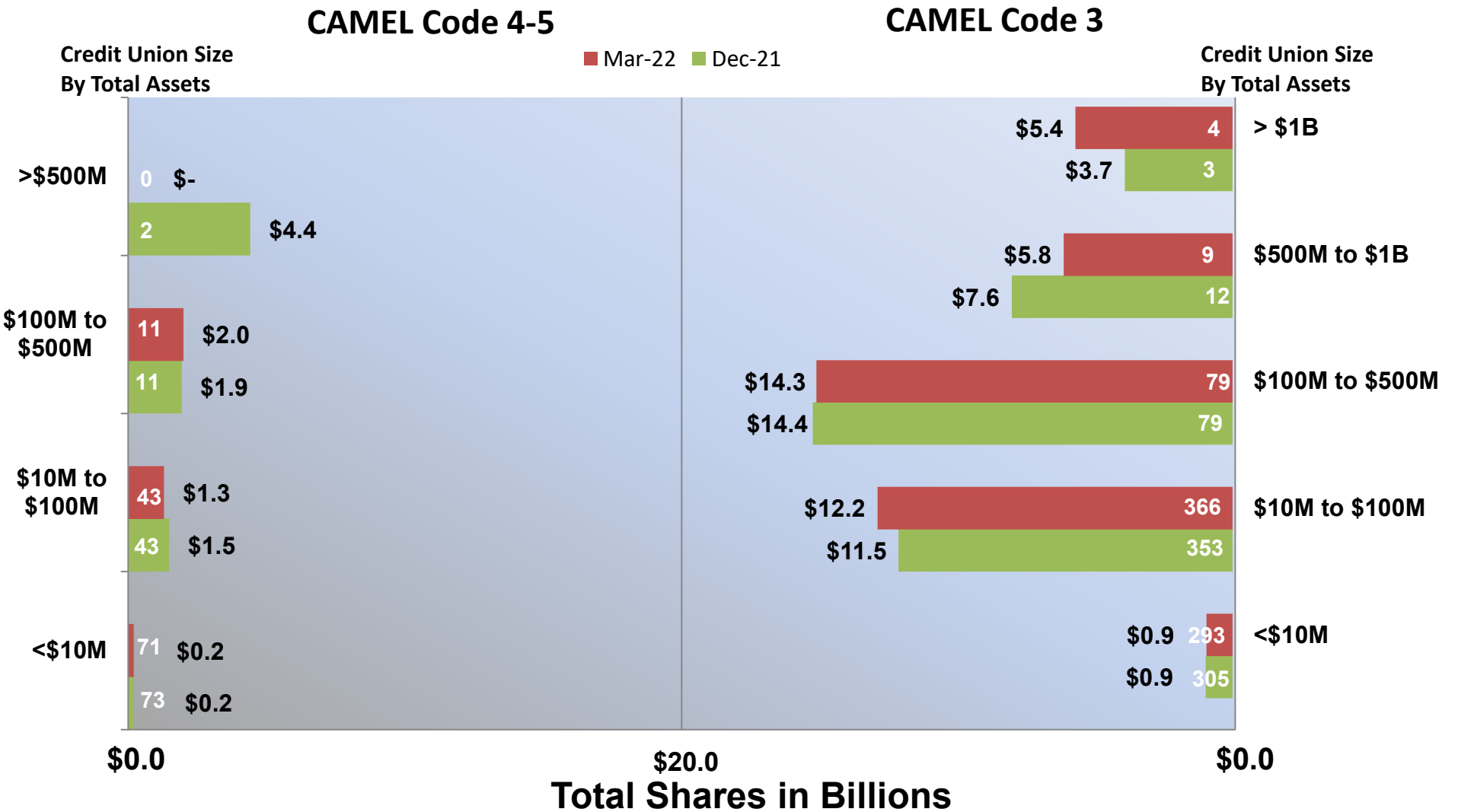


Number of CUs	Dec-17	Dec-18	Dec-19	Dec-20	Dec-21	Mar-22
CAMEL 4-5	196	193	190	159	129	125
CAMEL 3	1,072	940	838	748	752	751
CAMEL 1-2	4,322	4,266	4,220	4,209	4,072	4,037
TOTAL	5,590	5,399	5,248	5,116	4,953	4,913

\*Areas are not to scale.

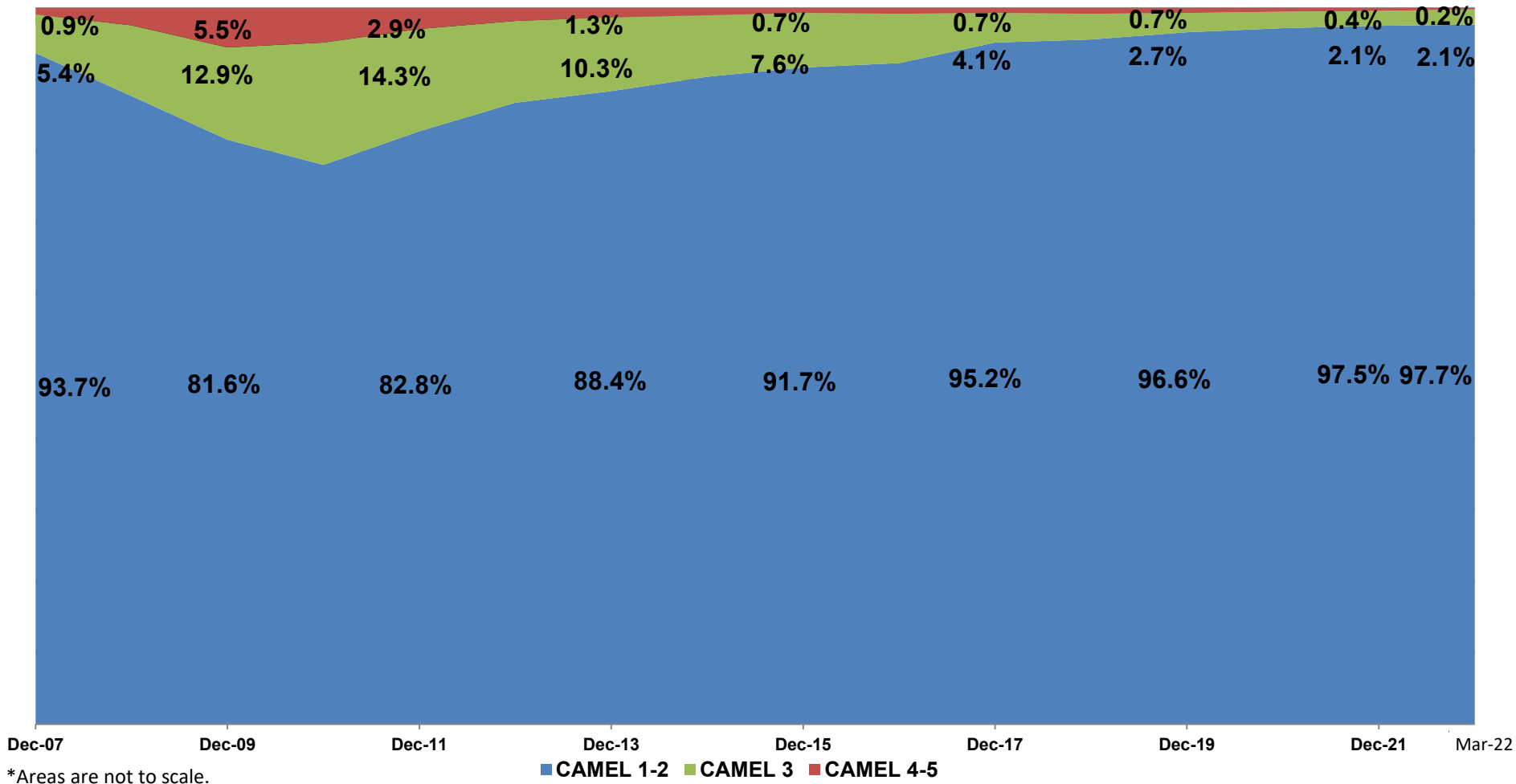


# CAMEL Code Comparison by Asset Size



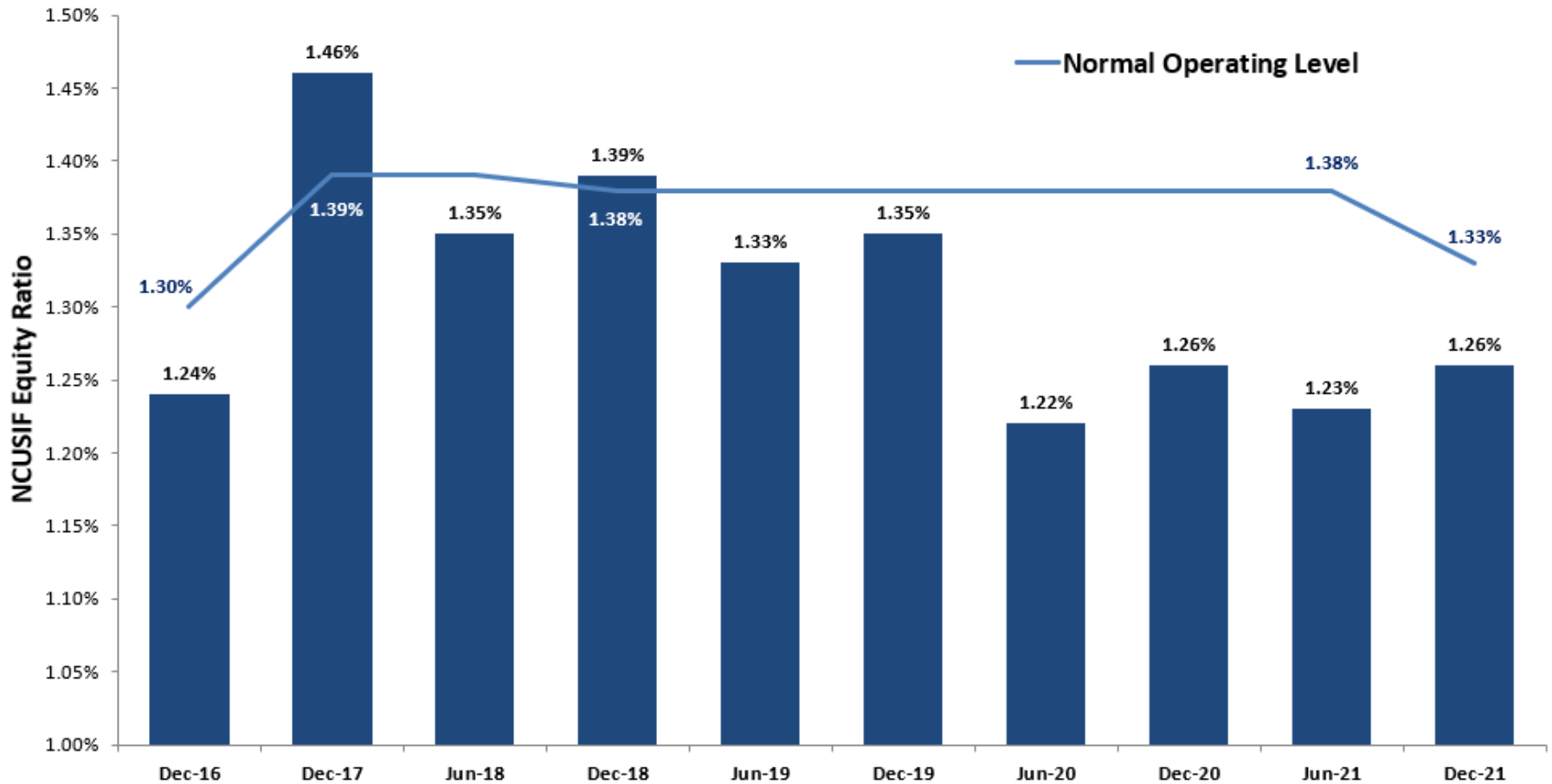
# Distribution of Assets in CAMEL Codes

**CY2007 – Q1 CY2022 \***



# NCUSIF Equity Ratio

## CY2016 – CY2021





# PROJECTED EQUITY RATIO

# Projected Equity Ratio Calculation

- The NCUA staff projects the equity ratio for June 30th and for December 31st. The projection calculates the equity ratio on the same basis as the actual equity ratio.
- The six-month projection of the NCUSIF equity ratio is 1.25 percent for the period ending June 30, 2022.

Projection Quarter- End	Calculation
June 2022	$\frac{\text{Projected 06/30 Retained Earnings*} + 1\% \text{ of 12/31 Insured Shares}}{\text{Projected 06/30 Insured Shares}}$

\*net of any direct liabilities of the Fund and contingent liabilities for which no provision has been made

$$\frac{\$4,791,527,332 + \$16,347,551,951}{\$1,690,813,686,830} = 1.25\%$$

# Office Contact Page

**Feel free to contact our office with questions or comments.**

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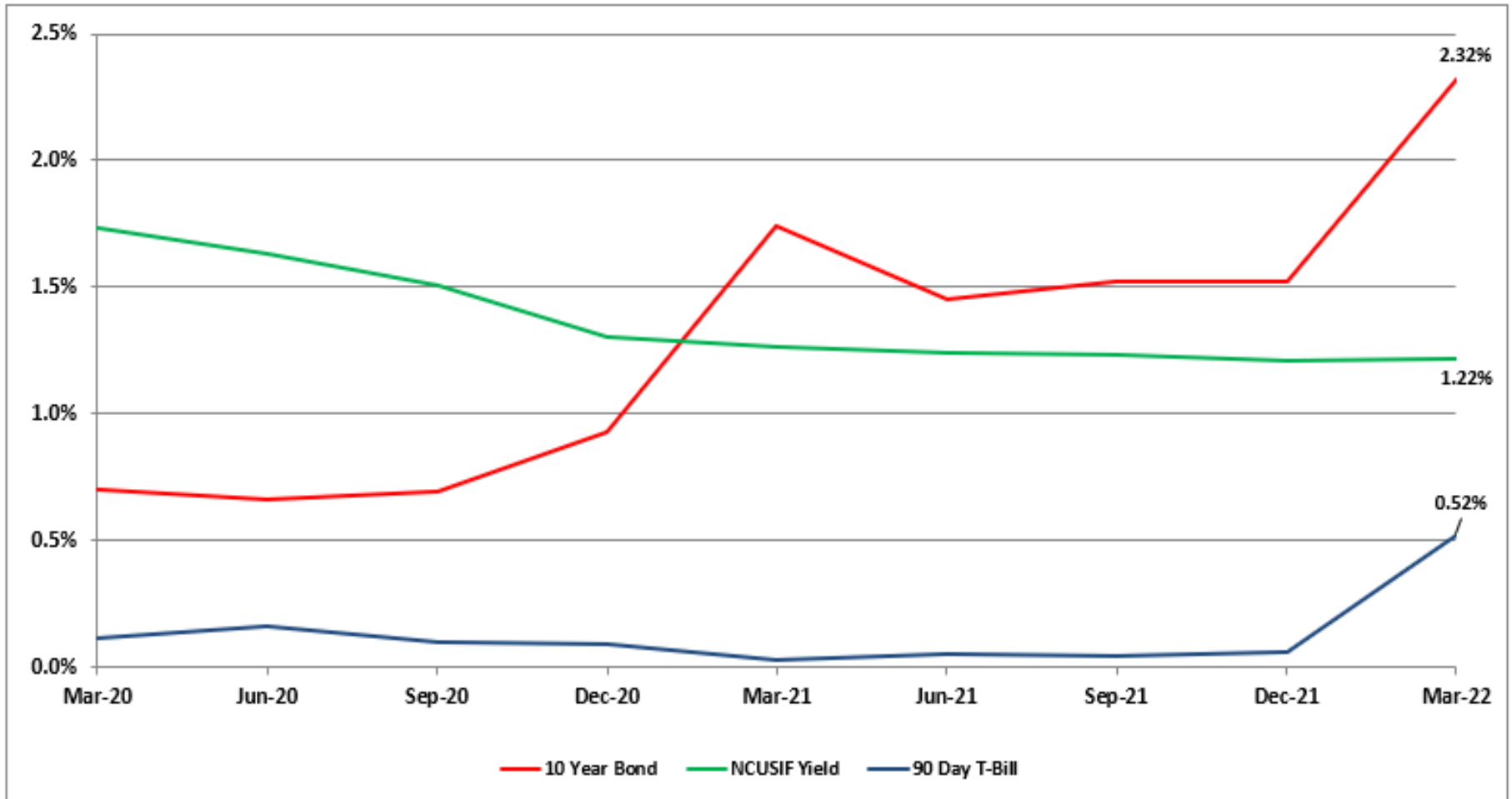


# APPENDICES

# Appendix I - Yield Comparisons

March 31, 2022

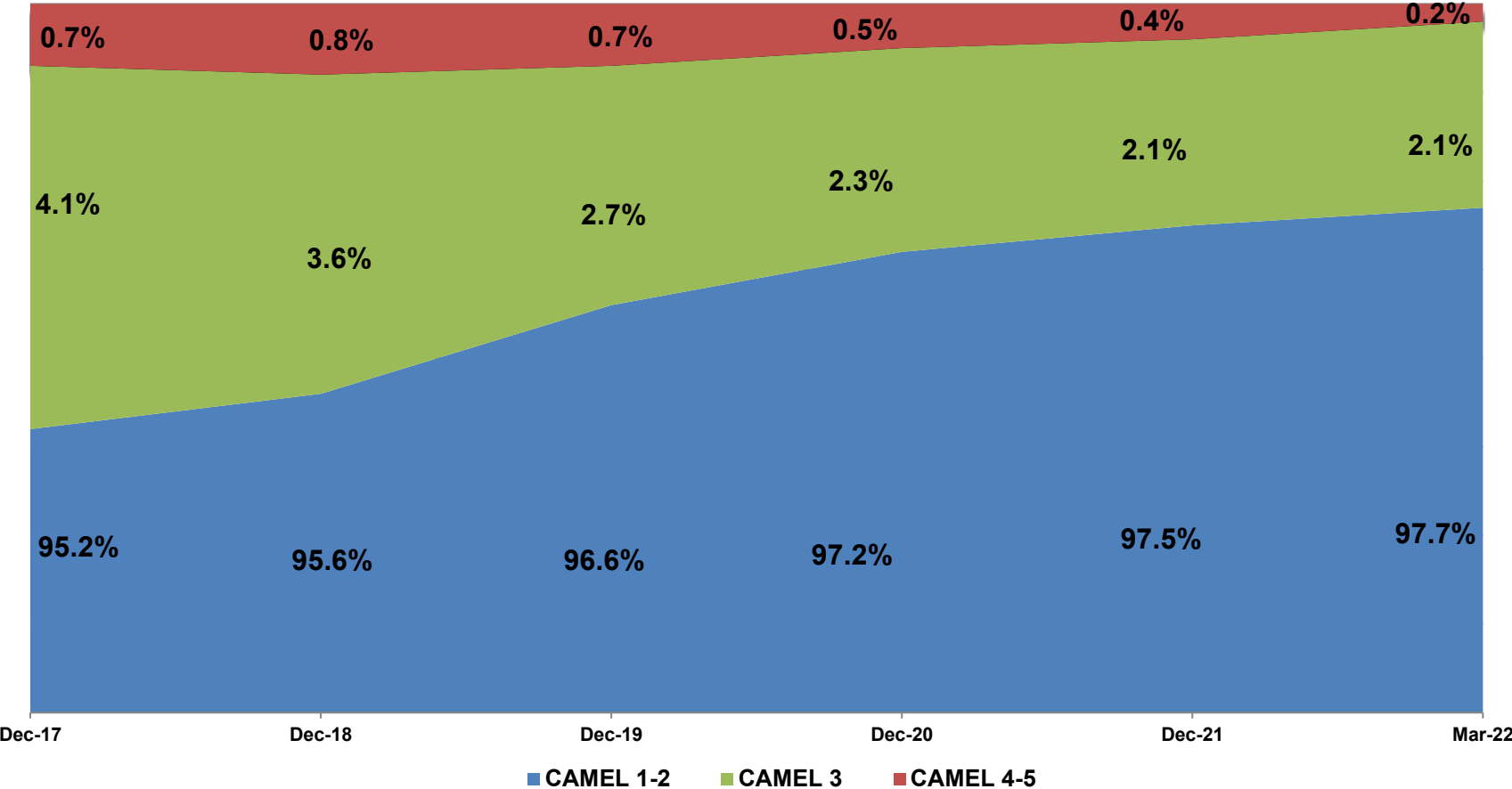
Yield





# Appendix II - Distribution of Assets in CAMEL Codes

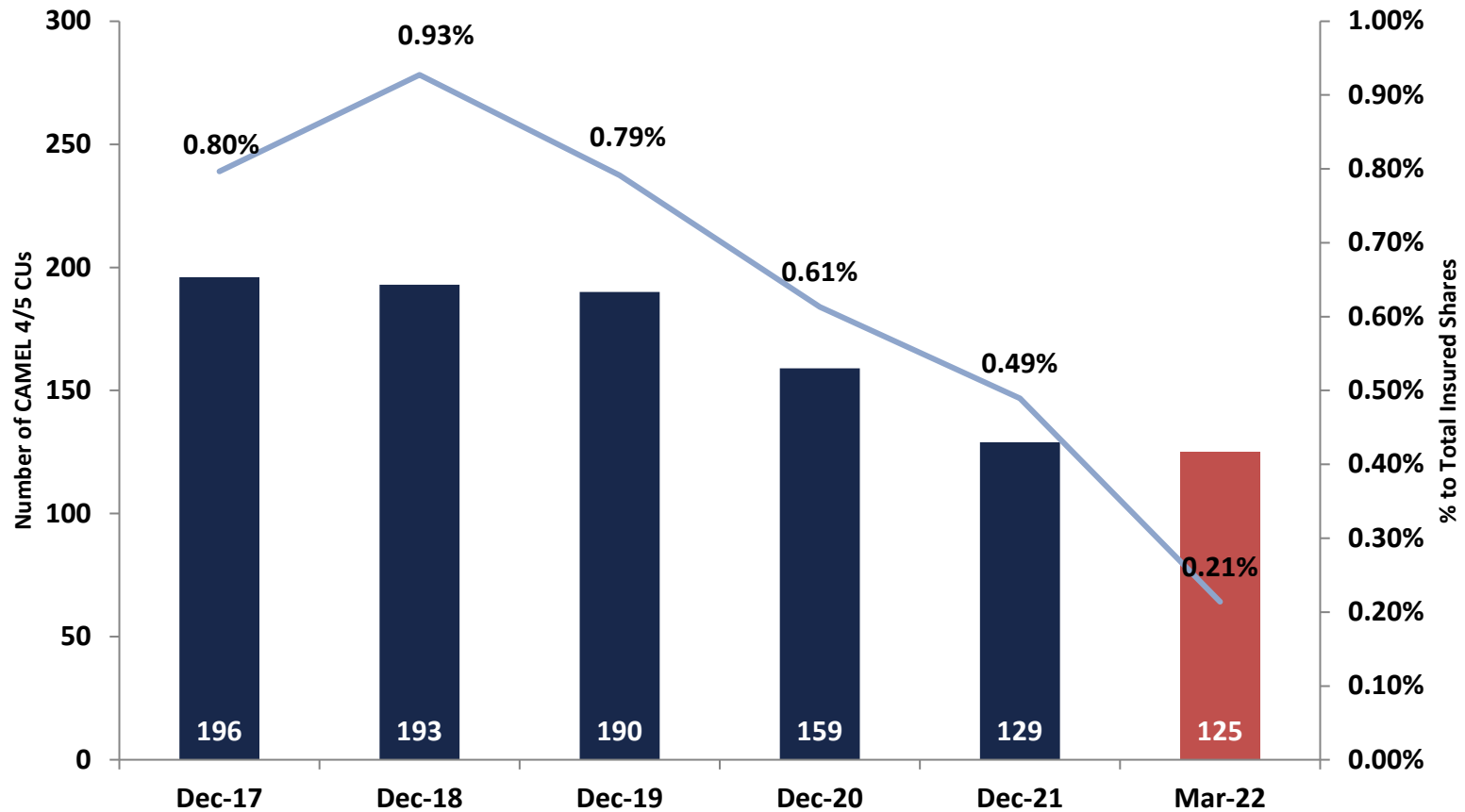
## CY2017 – Q1 CY2022\*



\*Areas are not to scale.

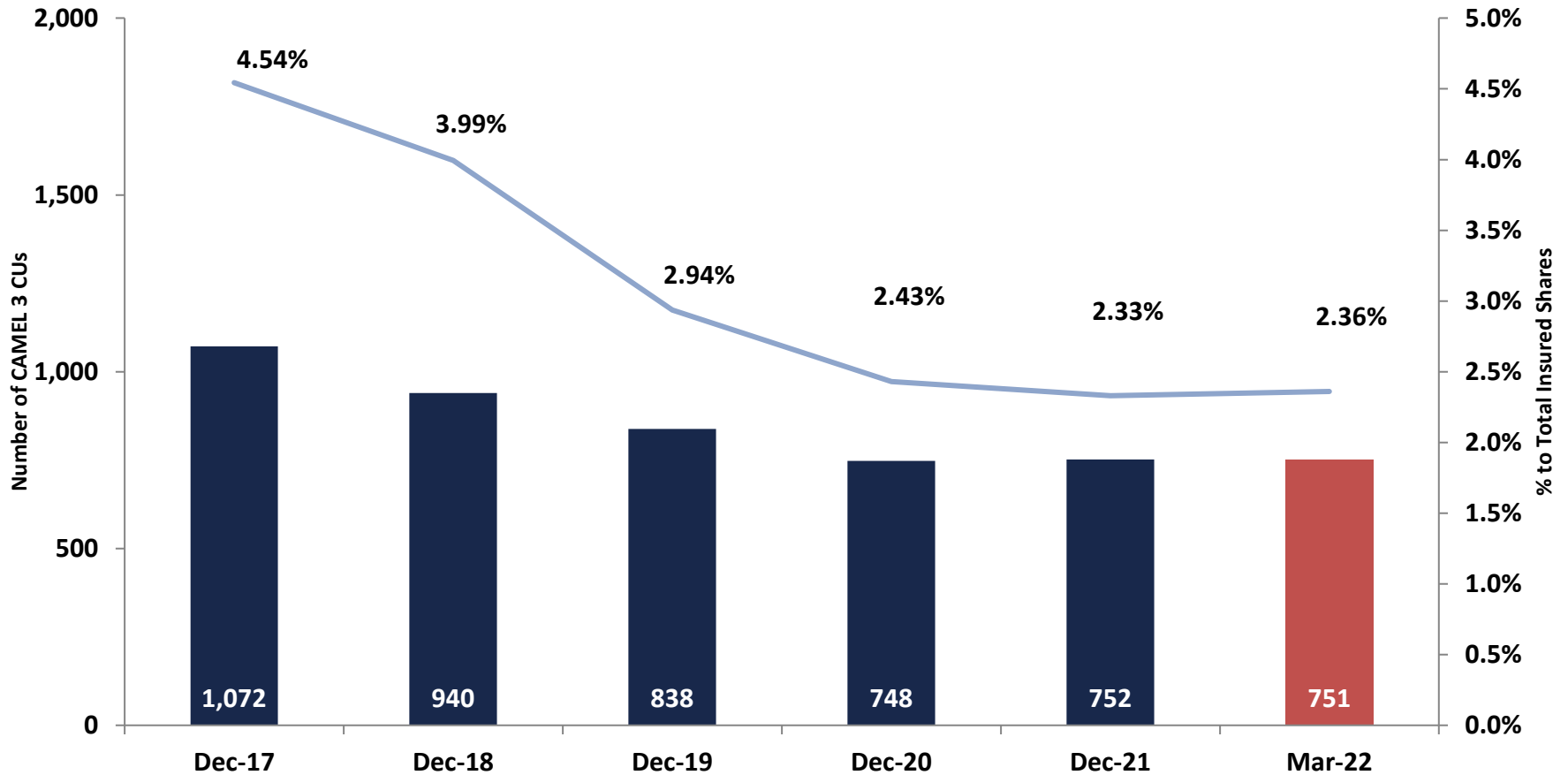
# Appendix III - CAMEL Code 4/5 CUs with Percent to Total Insured Shares

## CY2017 – Q1 CY2022

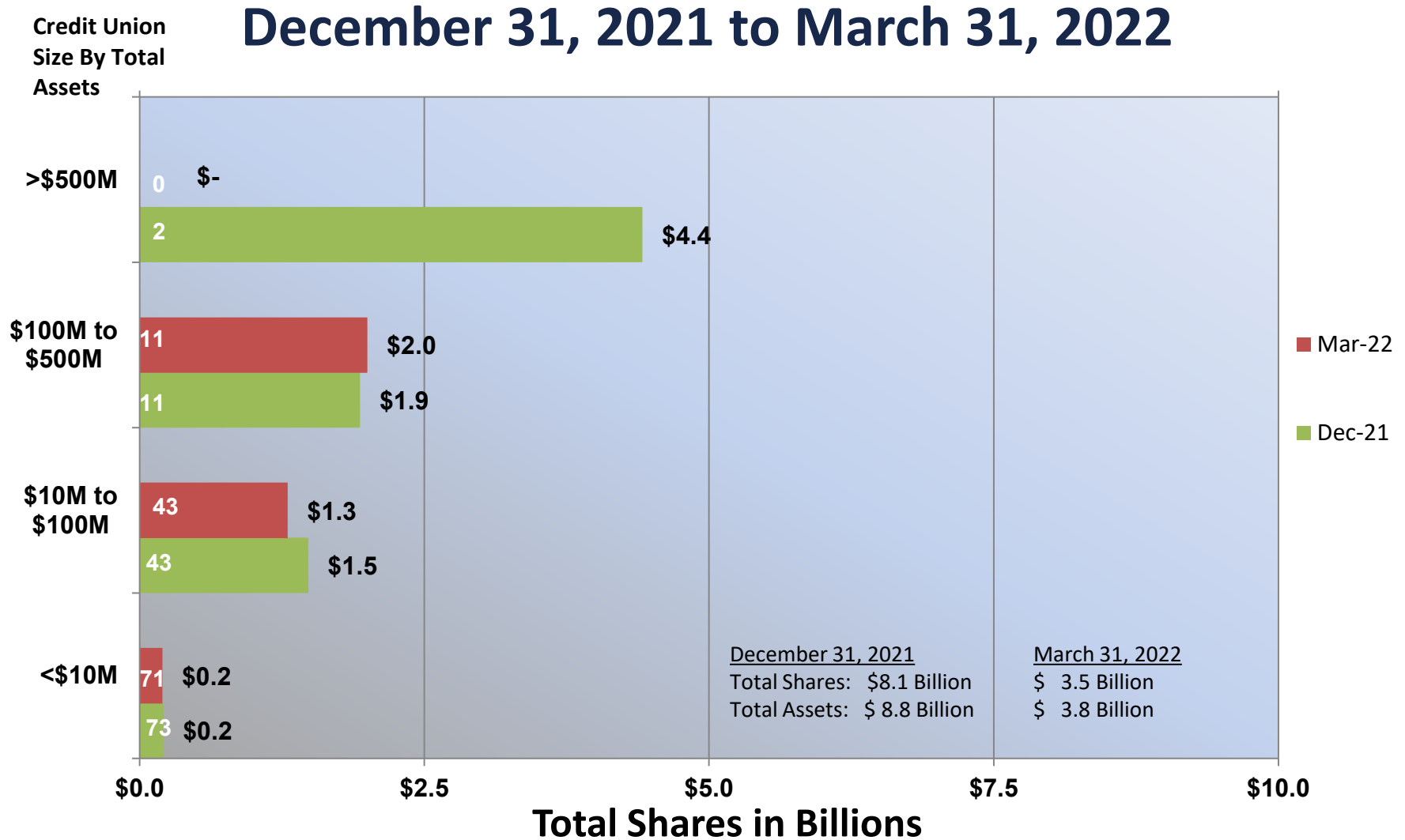


# Appendix IV - CAMEL Code 3 CUs with Percent to Total Insured Shares

## CY2017 – Q1 CY2022



# Appendix V - CAMEL Code 4/5 Comparison



# Appendix VI - CAMEL Code 3 Comparison

## Credit Union Size By Total Assets December 31, 2021 to March 31, 2022

