

# COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



## PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS December 31, 2015

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**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND**

**MANAGEMENT OVERVIEW**

**December 31, 2015**

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**Background**

The Community Development Revolving Loan Fund for Credit Unions (the “CDRLF”) was established by an act of Congress (Public Law 96-123, November 20, 1979) to stimulate economic development in low-income communities. The National Credit Union Administration (“NCUA”) and the Community Services Association (“CSA”) jointly adopted Part 705 of NCUA Rules and Regulations, governing administration of the CDRLF.

The purpose of the CDRLF is to stimulate economic activities in the communities served by low-income credit unions which will result in increased income, ownership and employment opportunities for low-wealth residents, and other economic growth. The policy of NCUA is to revolve the loans to qualifying credit unions as often as practical in order to gain maximum impact on as many participating credit unions as possible.

**Balance Sheet**

Between December 2014 and December 2015, cash and cash equivalents decreased by \$600 thousand, due to:

- a. received \$2 million in appropriations,
- b. received \$258 thousand in loan payments,
- c. disbursed \$1.5 million in new loans,
- d. disbursed \$1.156 million in grants,
- e. returned \$159 thousand to Treasury for canceled funds.

Between December 2014 and December 2015, loans receivable increased \$1.3 million as a result of new loans issued less principal payments.

**Statements of Revenues, Expenses, and Changes in Fund Balance**

Grant income and expense is recognized when CDRLF makes a formal commitment to the recipient credit union for technical assistance grant awards. In 2015, \$2.5 million in technical assistance grants were awarded through 2015 Grant Rounds 1 and 2.

In 2015, the fund disbursed \$73 thousand in Urgent Needs Grants from Accumulated Earnings.

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
BALANCE SHEETS  
As of December 31, 2015**

|                                               | <b>December 2015</b>     | <b>December 2014</b>     |
|-----------------------------------------------|--------------------------|--------------------------|
| <b>ASSETS</b>                                 |                          |                          |
| CASH AND CASH EQUIVALENTS                     | 8,283,455                | 8,839,092                |
| LOANS RECEIVABLE                              | 9,364,904                | 8,089,686                |
| INTEREST RECEIVABLE                           | 9,495                    | 5,208                    |
| <b>TOTAL ASSETS</b>                           | <b>\$ 17,657,854</b>     | <b>\$ 16,933,986</b>     |
| <b>LIABILITIES</b>                            |                          |                          |
| LIABILITIES - ACCRUED TECHNICAL ASSISTANCE    | \$ 1,954,448             | \$ 1,028,047             |
| <b>TOTAL LIABILITIES</b>                      | <b>1,954,448</b>         | <b>1,028,047</b>         |
| <b>FUND BALANCE</b>                           |                          |                          |
| Fund Capital                                  | 13,954,708               | 14,124,064               |
| Accumulated Earnings                          | 1,748,698                | 1,781,875                |
| <b>TOTAL FUND BALANCE</b>                     | <b>15,703,406</b>        | <b>15,905,939</b>        |
| <br><b>TOTAL LIABILITIES AND FUND BALANCE</b> | <br><b>\$ 17,657,854</b> | <br><b>\$ 16,933,986</b> |

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE  
For the Periods Ended December 31, 2015 and December 31, 2014**

|                                                   | <u>December 2015</u> | <u>Year-to-Date<br/>December 2015</u> | <u>Year-to-Date<br/>December 2014</u> |
|---------------------------------------------------|----------------------|---------------------------------------|---------------------------------------|
| <b>REVENUES</b>                                   |                      |                                       |                                       |
| Interest on Cash Equivalents                      | 797                  | 1,988                                 | \$ 2,034                              |
| Interest on Loans                                 | 3,364                | 37,649                                | 28,850                                |
| Appropriation Revenue                             |                      |                                       |                                       |
| Expended Appropriations                           | -                    | 2,528,386                             | 1,569,740                             |
| Cancelled Technical Assistance                    | (6,400)              | (518,444)                             | (253,093)                             |
| Total Revenues                                    | <u>(2,239)</u>       | <u>2,049,579</u>                      | <u>1,347,531</u>                      |
| <b>EXPENSES</b>                                   |                      |                                       |                                       |
| Technical Assistance                              | 0                    | 2,602,004                             | 1,613,661                             |
| Cancellation of Aged Technical Assistance         | (7,036)              | (519,248)                             | (254,959)                             |
| Provision for Loan Losses                         | -                    | -                                     | 3                                     |
| Total Expenses                                    | <u>(7,036)</u>       | <u>2,082,756</u>                      | <u>1,358,705</u>                      |
| <b>EXCESS OF REVENUES (UNDER) / OVER EXPENSES</b> | <u>4,797</u>         | <u>(33,177)</u>                       | <u>(11,174)</u>                       |
| <b>FUND BALANCE—Beginning of period</b>           | 15,692,209           | 15,905,939                            | 16,037,290                            |
| New Appropriations                                |                      | 2,000,000                             | 1,200,000                             |
| Return to Treasury                                | -                    | (159,414)                             | (3,530)                               |
| Cancelled Technical Assistance                    | 6,400                | 518,444                               | 253,093                               |
| Awards                                            | -                    | (2,528,386)                           | (1,569,740)                           |
| <b>FUND BALANCE—End of period</b>                 | <u>\$ 15,703,406</u> | <u>\$ 15,703,406</u>                  | <u>\$ 15,905,939</u>                  |

The balances in the statement above are preliminary and unaudited