

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS June 30, 2015

William Myers

**WILLIAM MYERS
DIRECTOR OSCUI**

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

MANAGEMENT OVERVIEW

June 30, 2015

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 June 2014 and June 2015, cash and cash equivalents decreased by \$600 thousand. Activity for the period includes \$2 million in appropriation, \$300 thousand in loan payments received, 1.8 million in new loans disbursed and \$1.1 million in grants awarded resulting in the net decrease of \$600 thousand.

Between June 2014 and June 2015, loans receivable increased \$1.4 million largely due to new loans issued.

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 March, \$520 thousand in technical assistance grants were awarded as part of 2015 Grant Round 1.

In June, the fund disbursed \$7 thousand in Urgent Needs Grants from its Accumulated Earnings.

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
BALANCE SHEETS
As of June 30, 2015**

	June 2015	June 2014
ASSETS		
CASH AND CASH EQUIVALENTS	9,318,606	9,884,788
LOANS RECEIVABLE	9,039,903	7,598,801
INTEREST RECEIVABLE	8,452	7,330
TOTAL ASSETS	\$ 18,366,961	\$ 17,490,919
 LIABILITIES		
LIABILITIES - ACCRUED TECHNICAL ASSISTANCE	\$ 659,998	\$ 705,211
TOTAL LIABILITIES	659,998	705,211
 FUND BALANCE		
Fund Capital	15,943,114	15,003,264
Accumulated Earnings	1,763,849	1,782,444
TOTAL FUND BALANCE	17,706,963	16,785,708
 TOTAL LIABILITIES AND FUND BALANCE	\$ 18,366,961	\$ 17,490,919

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 June 30, 2015 and June 30, 2014**

	<u>June 2015</u>	<u>Year-to-Date June 2015</u>	<u>Year-to-Date June 2014</u>
REVENUES			
Interest on Cash Equivalents	40	487	\$ 1,186
Interest on Loans	3,185	18,204	12,543
Appropriation Revenue			
Expended Appropriations	-	520,440	517,890
Cancelled Technical Assistance	(127,230)	(339,490)	(76,912)
Total Revenues	<u>(124,005)</u>	<u>199,641</u>	<u>454,707</u>
EXPENSES			
Technical Assistance	-	520,440	517,890
Cancellation of Aged Technical Assistance	(120,345)	(302,773)	(52,580)
Provision for Loan Losses	-	-	-
Total Expenses	<u>(120,345)</u>	<u>217,667</u>	<u>465,310</u>
EXCESS OF REVENUES (UNDER) / OVER EXPENSES	<u>(3,660)</u>	<u>(18,026)</u>	<u>(10,603)</u>
FUND BALANCE—Beginning of period	17,583,393	15,905,939	16,037,289
New Appropriations		2,000,000	1,200,000
Return to Treasury			
Cancelled Technical Assistance	127,230	339,490	76,912
Awards	-	(520,440)	(517,890)
FUND BALANCE—End of period	<u>\$ 17,706,963</u>	<u>\$ 17,706,963</u>	<u>\$ 16,785,708</u>

The balances in the statement above are preliminary and unaudited