

# **COMMUNITY DEVELOPMENT REVOLVING LOAN FUND**



**PRELIMINARY & UNAUDITED  
FINANCIAL HIGHLIGHTS  
February 28, 2019**

A handwritten signature in blue ink, which appears to read "Rendell L. Jones".

**RENDELL L. JONES  
CHIEF FINANCIAL OFFICER**

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

**MANAGEMENT OVERVIEW**

**February 28, 2019**

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**Background**

The Community Development Revolving Loan Fund (CDRLF) was established by an act of Congress (Public Law 96-123, November 20, 1979) to stimulate economic development in low-income communities. The Community Development Credit Union Transfer Act (Public Law 99-609, November 6, 1986) transferred CDRLF administration to the NCUA. The NCUA Board adopted amendments to Part 705 of NCUA Rules and Regulations on September 16, 1987, and began making loans/deposits to participating credit unions in 1990.

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 the 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 February 2018 and February 2019, cash and cash equivalents increased by \$1.3 million, primarily due to:

- a. received remaining \$2 million from the 2018 Appropriation,
- b. received \$2.1 million in loan principal and interest payments,
- c. disbursed \$1.5 million in new loans,
- d. disbursed \$1.4 million in technical assistance grants, and
- e. received \$0.1 million in overnight interest.

Between February 2018 and February 2019, loans receivable decreased \$600 thousand as a result of four new loans issued less four loan maturities and two principal paydowns.

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

During February 2019, the fund earned approximately \$17 thousand in interest revenue.

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
BALANCE SHEETS  
As of February 28, 2019 and 2018  
(Dollars in thousands)**

	<b>February 2019</b>	<b>February 2018</b>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 10,721	\$ 9,392
Loans Receivable	7,705	8,305
Interest Receivable	10	8
<b>TOTAL ASSETS</b>	<b>\$ 18,436</b>	<b>\$ 17,705</b>
<b>LIABILITIES</b>		
Liabilities - Accrued Technical Assistance	\$ 2,844	\$ 2,352
<b>TOTAL LIABILITIES</b>	<b>2,844</b>	<b>2,352</b>
<b>FUND BALANCE</b>		
Fund Capital	13,708	13,572
Accumulated Earnings	1,884	1,780
<b>TOTAL FUND BALANCE</b>	<b>15,592</b>	<b>15,353</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 18,436</b>	<b>\$ 17,705</b>

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
STATEMENTS OF OPERATIONS  
For the Periods Ended February 28, 2019 and 2018  
(Dollars in thousands)**

	<u>February 2019</u>	<u>Year-to-Date February 2019</u>	<u>Year-to-Date February 2018</u>
<b>REVENUES</b>			
Interest on Cash Equivalents	\$ 14	\$ 26	\$ 12
Interest on Loans	3	7	7
Appropriation Revenue			
Expended Appropriations	-	-	-
Cancelled Technical Assistance	(34)	(34)	-
Total Revenues	<u>(17)</u>	<u>(1)</u>	<u>19</u>
<b>EXPENSES</b>			
Technical Assistance	-	8	11
Cancellation of Aged Technical Assistance	(34)	(34)	-
Provision for Loan Losses	-	-	-
Total Expenses	<u>(34)</u>	<u>(26)</u>	<u>11</u>
<b>NET INCOME / (LOSS)</b>	<u>\$ 17</u>	<u>\$ 25</u>	<u>\$ 8</u>

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
STATEMENTS OF CHANGES IN FUND BALANCE  
For the Periods Ended February 28, 2019 and 2018  
(Dollars in thousands)**

	<u>February 2019</u>	<u>Year-to-Date February 2019</u>	<u>Year-to-Date February 2018</u>
<b>FUND BALANCE—Beginning of period</b>	15,541	15,533	15,345
New Appropriations	-	-	
Return to Treasury	-	-	
Cancelled Technical Assistance	34	34	
Awards	-	-	
Net Income / (Loss)	17	25	8
<b>FUND BALANCE—End of period</b>	<u>\$ 15,592</u>	<u>\$ 15,592</u>	<u>\$ 15,353</u>

The balances in the statement above are preliminary and unaudited