

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

July 31, 2018

A handwritten signature in blue ink, which appears to read 'Rendell L. Jones', is positioned above the printed name.

RENDELL L. JONES
CHIEF FINANCIAL OFFICER

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

**MANAGEMENT OVERVIEW
July 31, 2018**

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 July 2017 and July 2018, cash and cash equivalents increased by \$3 million, primarily due to:

- a. received remaining \$2 million from the 2018 Appropriation,
- b. received \$3 million in loan principal and interest payments,
- c. disbursed \$1.3 million in new loans, and
- d. disbursed \$700 thousand in technical assistance grants.

Between July 2017 and July 2018, loans receivable decreased \$1.7 million as a result of three new loans issued less nine loan maturities and principal paydowns.

Statements of Revenues, Expenses, and Changes in Fund Balance

During July 2018, the fund earned \$12 thousand in interest revenue.

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
BALANCE SHEETS
As of July 31, 2018 and 2017**

	<u>July 2018</u>	<u>July 2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 10,283,979	\$ 7,264,440
Loans Receivable	9,005,598	10,665,516
Interest Receivable	8,963	10,337
TOTAL ASSETS	<u>\$ 19,298,540</u>	<u>\$ 17,940,293</u>
 LIABILITIES		
Liabilities - Accrued Technical Assistance	\$ 1,872,056	\$ 226,559
TOTAL LIABILITIES	<u>1,872,056</u>	<u>226,559</u>
 FUND BALANCE		
Fund Capital	15,592,285	15,934,470
Accumulated Earnings	1,834,199	1,779,264
TOTAL FUND BALANCE	<u>17,426,484</u>	<u>17,713,734</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 19,298,540</u>	 <u>\$ 17,940,293</u>

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 July 31, 2018 and 2017**

	July 2018	Year-to-Date July 2018	Year-to-Date July 2017
REVENUES			
Interest on Cash Equivalents	\$ 8,450	\$ 55,853	\$ 16,240
Interest on Loans	3,867	25,078	27,451
Appropriation Revenue			
Expended Appropriations	-	-	-
Cancelled Technical Assistance	-	(19,845)	(308,650)
Total Revenues	12,317	61,086	(264,959)
EXPENSES			
Technical Assistance	-	21,907	-
Cancellation of Aged Technical Assistance	-	(22,430)	(308,650)
Provision for Loan Losses	-	-	-
Total Expenses	-	(523)	(308,650)
NET INCOME / (LOSS)	12,317	61,609	43,691

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
STATEMENTS OF RCHANGES IN FUND BALANCE
For the Periods Ended July 31, 2018 and 2017**

	<u>July 2018</u>	<u>Year-to-Date July 2018</u>	<u>Year-to-Date July 2017</u>
FUND BALANCE—Beginning of period	17,414,167	15,345,030	15,361,393
New Appropriations	-	2,000,000	2,000,000
Return to Treasury	-	-	-
Cancelled Technical Assistance	-	19,845	308,650
Awards			
Net Income / (Loss)	<u>12,317</u>	<u>61,609</u>	<u>43,691</u>
FUND BALANCE—End of period	<u>\$ 17,426,484</u>	<u>\$ 17,426,484</u>	<u>\$ 17,713,734</u>

The balances in the statement above are preliminary and unaudited