

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS June 30, 2016

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

MANAGEMENT OVERVIEW

June 30, 2016

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 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 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 2015 and June 2016, cash and cash equivalents decreased by \$130 thousand, due to:

- a. received \$2 million in appropriations,
- b. received \$739 thousand in loan principal and interest payments,
- c. disbursed \$750 thousand in new loans,
- d. disbursed \$1.967 million in technical assistance grants,
- e. returned \$159 thousand to Treasury for canceled appropriations.

Between June 2015 and June 2016, loans receivable increased \$50 thousand as a result of new loans issued less principal payments.

Statements of Revenues, Expenses, and Changes in Fund Balance

In June the fund disbursed \$7.5 thousand in Urgent Needs Grants from its Accumulated Earnings.

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
BALANCE SHEETS
As of June 30, 2016 and 2015**

| | June 2016 | June 2015 |
|--|----------------------|----------------------|
| ASSETS | | |
| Cash and Cash Equivalents | \$ 9,189,105 | \$ 9,318,606 |
| Loans Receivable | 9,089,722 | 9,039,903 |
| Interest Receivable | 9,410 | 8,452 |
| TOTAL ASSETS | \$ 18,288,237 | \$ 18,366,961 |
| LIABILITIES | | |
| Liabilities - Accrued Technical Assistance | \$ 244,166 | \$ 659,998 |
| TOTAL LIABILITIES | 244,166 | 659,998 |
| FUND BALANCE | | |
| Fund Capital | 16,298,987 | 15,943,114 |
| Accumulated Earnings | 1,745,084 | 1,763,849 |
| TOTAL FUND BALANCE | 18,044,071 | 17,706,963 |
| | - | - |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 18,288,237 | \$ 18,366,961 |

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, 2016 and 2015**

| | <u>June 2016</u> | <u>Year-to-Date June 2016</u> | <u>Year-to-Date June 2015</u> |
|---|----------------------|-----------------------------------|-----------------------------------|
| REVENUES | | | |
| Interest on Cash Equivalents | \$ 1,048 | \$ 6,126 | \$ 487 |
| Interest on Loans | 3,323 | 20,226 | 18,204 |
| Appropriation Revenue | | | |
| Expended Appropriations | - | - | 520,440 |
| Cancelled Technical Assistance | (83,751) | (344,279) | (339,490) |
| Total Revenues | <u>(79,380)</u> | <u>(317,927)</u> | <u>199,641</u> |
| EXPENSES | | | |
| Technical Assistance | 7,466 | 29,966 | 520,440 |
| Cancellation of Aged Technical Assistance | (83,751) | (344,279) | (302,773) |
| Provision for Loan Losses | - | - | - |
| Total Expenses | <u>(76,285)</u> | <u>(314,313)</u> | <u>217,667</u> |
| EXCESS OF REVENUES (UNDER) / OVER EXPENSES | (3,095) | (3,614) | (18,026) |
| FUND BALANCE—Beginning of period | 17,963,415 | 15,703,406 | 15,905,939 |
| New Appropriations | | 2,000,000 | 2,000,000 |
| Return to Treasury | - | - | - |
| Cancelled Technical Assistance | 83,751 | 344,279 | 339,490 |
| Awards | - | - | (520,440) |
| FUND BALANCE—End of period | <u>\$ 18,044,071</u> | <u>\$ 18,044,071</u> | <u>\$ 17,706,963</u> |

The balances in the statement above are preliminary and unaudited