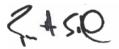
# COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS May 31, 2020



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

#### MANAGEMENT OVERVIEW May 31, 2020

#### **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 May 2019 and May 2020, cash and cash equivalents increased by \$1.0 million, primarily due to:

- a. received \$1.5 million in appropriations from Congress,
- b. received \$2.3 million in loan principal and interest payments,
- c. disbursed \$1.5 million in new loans, and
- d. disbursed \$1.5 million in technical assistance grants.

Between May 2019 and May 2020, loans receivable decreased \$0.9 million as a result of six new loans issued less seven loan maturities.

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

During May 2020, the fund awarded 25 urgent need awards totaling \$159 thousand through the revolving fund and 64 emergency fund awards totaling \$627 thousand through the multi-year fund. The fund also earned approximately \$4 thousand in interest revenue.

# NATIONAL CREDIT UNION ADMINISTRATION COMMUNITY DEVELOPMENT REVOLVING LOAN FUND BALANCE SHEETS As of May 31, 2020 and 2019 (Dollars in thousands)

	May 2020			May 2019		
ASSETS						
Cash and Cash Equivalents	\$	14,267	\$	13,307		
Loans Receivable		6,030		6,935		
Interest Receivable		10		11		
TOTAL ASSETS	\$	20,307	\$	20,253		
LIABILITIES AND FUND BALANCE						
Accrued Technical Assistance Grants	\$	4,321	\$	2,573		
Fund Balance						
Fund Capital		14,564		15,750		
Accumulated Earnings		1,422		1,930		
Total Fund Balance		15,986		17,680		
TOTAL LIABILITIES AND FUND BALANCE	\$	20,307	\$	20,253		

## NATIONAL CREDIT UNION ADMINISTRATION COMMUNITY DEVELOPMENT REVOLVING LOAN FUND STATEMENTS OF OPERATIONS For the Periods Ended May 31, 2020 and 2019 (Dollars in thousands)

	May	Year-to-Date May 2020		Year-to-Date May 2019		
REVENUES						
Interest on Cash Equivalents	\$	1	\$	29	\$	72
Interest on Loans		3		15		17
Appropriations Used		627		1,111		-
Canceled Technical Assistance Grants				(176)		(75)
TOTAL REVENUE		631		979		14
EXPENSES						
Technical Assistance Grants		786		1,676		18
Canceled Technical Assistance Grants		-		(193)		(76)
Provision for Loan Losses		-		-		-
TOTAL EXPENSES		786		1,483		(58)
NET INCOME / (LOSS)	\$	(155)	\$	(504)	\$	72

#### NATIONAL CREDIT UNION ADMINISTRATION COMMUNITY DEVELOPMENT REVOLVING LOAN FUND STATEMENT OF CHANGES IN FUND BALANCE For the Periods Ended May 31, 2020 and December 31, 2019 (Dollars in thousands)

		For Loans		Fund Capital For Technical Assistance		Total Fund Capital		Accumulated Earnings		Total Fund Balance	
December 31, 2018	\$	13,388	\$	287	\$	13,675	\$	1,858	\$	15,533	
Appropriations Received				2,000		2,000				2,000	
Appropriations Used				(1,983)		(1,983)				(1,983)	
Canceled Appropriations - Returned to Treasury				(33)		(33)				(33)	
Canceled Technical Assistance Grants				340		340				340	
Net Income / (Loss)								68		68	
December 31, 2019	\$	13,388	\$	611	\$	13,999	\$	1,926	\$	15,925	
Appropriations Received				1,500		1,500				1,500	
Appropriations Used				(1,111)		(1,111)				(1,111)	
Canceled Appropriations - Returned to Treasury						-				-	
Canceled Technical Assistance Grants				176		176				176	
Net Income / (Loss)								(504)		(504)	
May 31, 2020	\$	13,388	\$	1,176	\$	14,564	\$	1,422	\$	15,986	