

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
November 30, 2018**

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

**RENDELL L. JONES
CHIEF FINANCIAL OFFICER**

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

MANAGEMENT OVERVIEW

November 30, 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 November 2017 and November 2018, cash and cash equivalents increased by \$0.3 million, primarily due to:

- a. received remaining \$2 million from the 2018 Appropriation,
- b. received \$1.6 million in loan principal and interest payments,
- c. disbursed \$2 million in new loans,
- d. disbursed \$1.4 million in technical assistance grants, and
- e. received \$0.1 million in overnight interest.

Between November 2017 and November 2018, loans receivable increased \$490 thousand as a result of five new loans issued less five loan maturities and two principal paydowns.

Statements of Revenues, Expenses, and Changes in Fund Balance

During November 2018, the fund awarded four urgent need awards totaling \$30 thousand through the revolving fund. The fund also earned approximately \$14 thousand in interest revenue.

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
BALANCE SHEETS
As of November 30, 2018 and 2017**

	<u>November 2018</u>	<u>November 2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 8,854,601	\$ 8,597,442
Loans Receivable	9,705,000	9,214,867
Interest Receivable	14,805	14,869
TOTAL ASSETS	<u>\$ 18,574,406</u>	<u>\$ 17,827,178</u>
LIABILITIES		
Liabilities - Accrued Technical Assistance	\$ 3,056,579	\$ 2,491,085
TOTAL LIABILITIES	<u>3,056,579</u>	<u>2,491,085</u>
FUND BALANCE		
Fund Capital	13,674,545	13,572,439
Accumulated Earnings	1,843,282	1,763,654
TOTAL FUND BALANCE	<u>15,517,827</u>	<u>15,336,093</u>
	-	-
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 18,574,406</u>	<u>\$ 17,827,178</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 November 30, 2018 and 2017**

	November 2018	Year-to-Date November 2018	Year-to-Date November 2017
REVENUES			
Interest on Cash Equivalents	\$ 9,422	\$ 93,674	\$ 29,388
Interest on Loans	4,087	41,135	43,692
Appropriation Revenue			
Expended Appropriations	-	2,000,000	2,389,085
Cancelled Technical Assistance	-	(103,355)	(362,020)
Total Revenues	13,509	2,031,454	2,100,145
EXPENSES			
Technical Assistance	30,000	2,074,407	2,434,085
Cancellation of Aged Technical Assistance	-	(113,645)	(362,020)
Provision for Loan Losses	-	-	-
Total Expenses	30,000	1,960,762	2,072,065
NET INCOME / (LOSS)	(16,491)	70,692	28,080

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 November 30, 2018 and 2017**

	<u>November 2018</u>	<u>Year-to-Date November 2018</u>	<u>Year-to-Date November 2017</u>
FUND BALANCE—Beginning of period	15,534,318	15,345,030	15,361,393
New Appropriations	-	2,000,000	2,000,000
Return to Treasury	-	(1,250)	(26,315)
Cancelled Technical Assistance	-	103,355	362,020
Awards	-	(2,000,000)	(2,389,085)
Net Income / (Loss)	(16,491)	70,692	28,080
FUND BALANCE—End of period	<u>\$ 15,517,827</u>	<u>\$ 15,517,827</u>	<u>\$ 15,336,093</u>

The balances in the statement above are preliminary and unaudited