

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



**PRELIMINARY & UNAUDITED
FINANCIAL HIGHLIGHTS
October 31, 2019**

A handwritten signature in blue ink, which appears to read "Rendell L. Jones", is positioned above the printed name. The signature is fluid and cursive.

**RENDELL L. JONES
CHIEF FINANCIAL OFFICER**

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

MANAGEMENT OVERVIEW

October 31, 2019

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 October 2018 and October 2019, cash and cash equivalents increased by \$4.9 million, primarily due to:

- a. received \$2.0 million in Appropriations from 2019,
- b. received \$4.6 million in loan principal and interest payments,
- c. disbursed \$1.0 million in new loans, and
- d. disbursed \$0.9 million in technical assistance grants

Between October 2018 and October 2019, loans receivable decreased \$3.5 million as a result of four new loans issued less ten loan maturities and one principal paydowns.

Statements of Revenues, Expenses, and Changes in Fund Balance

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

Note: Minor modifications to the form and content of the CDRLF Fund's monthly financial highlights were made to conform to the annual financial statements.

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
BALANCE SHEETS
As of October 31, 2019 and 2018
(Dollars in thousands)**

	October 2019	October 2018
ASSETS		
Cash and Cash Equivalents	\$ 13,826	\$ 8,949
Loans Receivable	6,185	9,705
Interest Receivable	10	13
TOTAL ASSETS	\$ 20,021	\$ 18,667
 LIABILITIES AND FUND BALANCE		
Accrued Technical Assistance Grants	\$ 4,112	\$ 3,133
Fund Balance		
Fund Capital	13,888	13,675
Accumulated Earnings	2,021	1,859
Total Fund Balance	15,909	15,534
TOTAL LIABILITIES AND FUND BALANCE	\$ 20,021	\$ 18,667

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 October 31, 2019 and 2018
(Dollars in thousands)**

	<u>October 2019</u>	<u>Year-to-Date October 2019</u>	<u>Year-to-Date October 2018</u>
REVENUES			
Interest on Cash Equivalents	\$ 14	\$ 147	\$ 84
Interest on Loans	3	33	37
Appropriations Used	75	1,983	2,000
Canceled Technical Assistance Grants	<u>(121)</u>	<u>(229)</u>	<u>(103)</u>
TOTAL REVENUE	<u>(29)</u>	<u>1,934</u>	<u>2,018</u>
EXPENSES			
Technical Assistance Grants	75	2,001	2,044
Canceled Technical Assistance Grants	<u>(121)</u>	<u>(230)</u>	<u>(113)</u>
TOTAL EXPENSES	<u>(46)</u>	<u>1,771</u>	<u>1,931</u>
NET INCOME / (LOSS)	<u>\$ 17</u>	<u>\$ 163</u>	<u>\$ 87</u>

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
STATEMENT OF CHANGES IN FUND BALANCE
For the Periods Ended October 31, 2019 and December 31, 2018
(Dollars in thousands)**

	<u>For Loans</u>	<u>Fund Capital For Technical Assistance</u>	<u>Total Fund Capital</u>	<u>Accumulated Earnings</u>	<u>Total Fund Balance</u>
December 31, 2017	\$ 13,388	\$ 185	\$ 13,573	\$ 1,772	\$ 15,345
Appropriations Received		2,000	2,000		2,000
Appropriations Used		(2,000)	(2,000)		(2,000)
Canceled Appropriations - Returned to Treasury		(1)	(1)		(1)
Canceled Technical Assistance Grants		103	103		103
Net Income / (Loss)				86	86
December 31, 2018	<u>\$ 13,388</u>	<u>\$ 287</u>	<u>\$ 13,675</u>	<u>\$ 1,858</u>	<u>\$ 15,533</u>
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		229	229		229
Net Income / (Loss)			-	163	163
October 31, 2019	<u><u>\$ 13,388</u></u>	<u><u>\$ 500</u></u>	<u><u>\$ 13,888</u></u>	<u><u>\$ 2,021</u></u>	<u><u>\$ 15,909</u></u>

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