

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS September 30, 2016

A handwritten signature in blue ink, which appears to read "Martha Ninichuk".

**MARTHA NINICHUK
DEPUTY DIRECTOR OSCUI**

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

MANAGEMENT OVERVIEW

September 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 September 2015 and September 2016, cash and cash equivalents decreased by \$74 thousand, in part due to:

- a. received \$2 million in appropriations,
- b. received \$590 thousand in loan principal and interest payments,
- c. disbursed \$750 thousand in new loans,
- d. disbursed \$1.715 million in technical assistance grants,
- e. returned \$209 thousand to Treasury for canceled appropriations.

Between September 2015 and September 2016, loans receivable increased \$200 thousand as a result of new loans issued less principal payments.

Statements of Revenues, Expenses, and Changes in Fund Balance

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

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

	<u>September 2016</u>	<u>September 2015</u>
ASSETS		
Cash and Cash Equivalents	\$ 8,829,687	\$ 8,904,056
Loans Receivable	9,089,722	8,889,904
Interest Receivable	<u>10,914</u>	<u>10,308</u>
TOTAL ASSETS	<u>\$ 17,930,323</u>	<u>\$ 17,804,268</u>
LIABILITIES		
Liabilities - Accrued Technical Assistance	<u>\$ 2,591,977</u>	<u>\$ 2,089,541</u>
TOTAL LIABILITIES	<u>2,591,977</u>	<u>2,089,541</u>
FUND BALANCE		
Fund Capital	13,617,408	13,948,308
Accumulated Earnings	<u>1,720,938</u>	<u>1,766,419</u>
TOTAL FUND BALANCE	<u>15,338,346</u>	<u>15,714,727</u>
	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 17,930,323</u>	<u>\$ 17,804,268</u>

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 September 30, 2016 and 2015**

	<u>September 2016</u>	<u>Year-to-Date September 2016</u>	<u>Year-to-Date September 2015</u>
REVENUES			
Interest on Cash Equivalents	\$ 824	\$ 9,293	\$ 847
Interest on Loans	3,322	30,413	27,915
Appropriation Revenue			
Expended Appropriations	-	2,499,187	2,528,386
Cancelled Technical Assistance	-	(371,279)	(512,044)
Total Revenues	<u>4,146</u>	<u>2,167,614</u>	<u>2,045,104</u>
EXPENSES			
Technical Assistance	7,500	2,566,653	2,572,772
Cancellation of Aged Technical Assistance	-	(371,279)	(512,212)
Provision for Loan Losses	-	-	-
Total Expenses	<u>7,500</u>	<u>2,195,374</u>	<u>2,060,560</u>
EXCESS OF REVENUES (UNDER) / OVER EXPENSES	(3,354)	(27,760)	(15,456)
FUND BALANCE—Beginning of period	15,551,092	15,703,406	15,905,939
New Appropriations		2,000,000	2,000,000
Return to Treasury	(209,392)	(209,392)	(159,414)
Cancelled Technical Assistance	-	371,279	512,044
Awards	-	(2,499,187)	(2,528,386)
FUND BALANCE—End of period	<u>\$ 15,338,346</u>	<u>\$ 15,338,346</u>	<u>\$ 15,714,727</u>

The balances in the statement above are preliminary and unaudited