

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS September 30, 2022

ANTHONY
CAPPETTA

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ANTHONY CAPPETTA
CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

MANAGEMENT OVERVIEW

September 30, 2022

Balance Sheet

Assets: Interest receivable consists of investments in U.S. Treasury securities.

Current Liabilities: Dividend & Interest expenses for the month were \$2,291 thousand in September 2022.

Capital Stock includes \$403.8 million from corporate credit unions that joined the CLF as Agent Members.

Retained Earnings include year to date net income of \$1,079 thousand.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$2,342 thousand or current month's average yield of 2.28%. This is higher than prior month's average yield of 2.04%.

Expense: Operating expenses for the month were \$96 thousand.

Net Income: Monthly net income before dividend and interest was \$2,247 thousand which is higher than last month. It is offset by higher dividend expense for September resulting in a net loss of \$45 thousand for the month. However, the year-to-date net income remains positive at \$1,079 thousand.

Borrowing Authority, Investment Activity, Membership and Loans

CLF's Borrowing Authority were as follows:

(Dollars in billions)	<u>Sep 30, 2022</u>	<u>Sep 30, 2021</u>
Under Statutory Borrowing Authority		
12 times Capital Stock and Surplus	\$29.3B	\$27.0B
During CARES Act Period*		
16 times Capital Stock and Surplus	N/A	\$36.1B

*The Coronavirus Aid, Relief, and Economic Security Act ("CARES Act") spans from the date it was signed into law on March 27, 2020 and the Consolidated Appropriations Act (CAA) extends the ending date through December 31, 2021.

Investment Purchases: \$0.

Maturities of Treasury Notes: \$5,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$1,108,372,894 and U.S. Treasury Cash \$130,594,325.

Regular Membership: 350. Agent Membership: 10.

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
BALANCE SHEETS
As of September 30, 2022 and September 30, 2021
(Dollars in thousands)

	<u>September 2022</u>	<u>September 2021</u>
ASSETS		
Cash and Cash Equivalents	\$ 130,594	\$ 396,632
Investments, Net U.S. Treasury Securities	1,108,373	752,061
Accrued Interest Receivable - Investments	<u>3,700</u>	<u>859</u>
TOTAL ASSETS	<u>\$ 1,242,667</u>	<u>\$ 1,149,552</u>
LIABILITIES		
Accounts Payable	\$ 410	\$ 329
Regular Member Deposits - Liquidity Reserve	<u>3,071</u>	<u>2,403</u>
TOTAL LIABILITIES	<u>3,482</u>	<u>2,732</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	794,902	692,464
Capital Stock Agent Members	403,816	415,383
Retained Earnings Prior Year	39,389	37,414
Retained Earnings Current Year	<u>1,079</u>	<u>1,559</u>
TOTAL MEMBERS' EQUITY	<u>1,239,185</u>	<u>1,146,820</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 1,242,667</u>	<u>\$ 1,149,552</u>

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
STATEMENTS OF OPERATIONS**

For the Periods Ended September 30, 2022 and September 30, 2021

(Dollars in thousands)

	<u>September 2022</u>	<u>Year-to-Date September 2022</u>	<u>Year-to-Date September 2021</u>
REVENUES			
Investment Income	\$ 2,342	\$ 11,632	\$ 3,461
Total Revenues	2,342	11,632	3,461
EXPENSES			
Employee wages and benefits, net	81	703	572
Rent, communications, and utilities	2	18	19
Other	13	98	104
Total Operating Expenses	96	819	695
NET INCOME BEFORE DIVIDENDS & INTERESTS	2,247	10,812	2,765
Dividends & Interests	2,291	9,733	1,207
NET INCOME	\$ (45)	\$ 1,079	\$ 1,558

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	<u>2022</u>	<u>2021</u>	<u>2020</u>
Dividend Rate First Quarter	0.20%	0.15%	0.75%
Dividend Rate Second Quarter	0.82%	0.15%	0.50%
Dividend Rate Third Quarter	2.24%	0.15%	0.25%
Dividend Rate Fourth Quarter		0.15%	0.15%

SELECTED RATIOS:	<u>9/30/2022</u>	<u>9/30/2021</u>
Stock & Retained Earnings/Total Assets	99.72%	99.76%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.28%	0.24%

	<u>9/30/2022</u>	<u>9/30/2022</u>	<u>9/30/2021</u>
	<u>Month</u>	<u>YTD</u>	<u>YTD</u>
Total Operating Expenses/Total Revenue	4.09%	7.04%	20.06%
Net Income(before Divds)/Total Revenue	95.91%	92.96%	79.94%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 47,948,692 shares; issued and outstanding: 23,974,346 shares)

The information in the supplement above are preliminary and unaudited