

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

July 31, 2019

A handwritten signature in blue ink, which appears to read 'Rendell L. Jones', is positioned above the printed name.

RENDELL L. JONES
CHIEF FINANCIAL OFFICER

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

**MANAGEMENT OVERVIEW
July 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 July 2018 and July 2019, cash and cash equivalents increased by \$3.4 million, primarily due to:

- a. received \$2 million in Appropriations from 2019,
- b. received \$3.9 million in loan principal and interest payments,
- c. disbursed \$1.3 million in new loans,
- d. disbursed \$1.4 million in technical assistance grants

Between July 2018 and July 2019, loans receivable decreased \$2.6 million as a result of four new loans issued less eight loan maturities and two principal paydowns.

Statements of Revenues, Expenses, and Changes in Fund Balance

During July 2019, the fund earned approximately \$20 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 July 31, 2019 and 2018
(Dollars in thousands)**

	July 2019	July 2018
ASSETS		
Cash and Cash Equivalents	\$ 13,680	\$ 10,284
Loans Receivable	6,435	9,006
Interest Receivable	9	9
TOTAL ASSETS	\$ 20,124	\$ 19,299
 LIABILITIES AND FUND BALANCE		
Accrued Technical Assistance Grants	\$ 2,380	\$ 1,872
Fund Balance		
Fund Capital	15,777	15,592
Accumulated Earnings	1,967	1,835
Total Fund Balance	17,744	17,427
 TOTAL LIABILITIES AND FUND BALANCE	\$ 20,124	\$ 19,299

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

	July 2019	Year-to-Date July 2019	Year-to-Date July 2018
REVENUES			
Interest on Cash Equivalents	\$ 17	\$ 104	\$ 56
Interest on Loans	3	23	25
Appropriations Used	-	-	-
Canceled Technical Assistance Grants	(27)	(102)	(20)
TOTAL REVENUE	(7)	25	61
EXPENSES			
Technical Assistance Grants	0	18	22
Canceled Technical Assistance Grants	(26)	(102)	(23)
TOTAL EXPENSES	(26)	(84)	(1)
NET INCOME / (LOSS)	\$ 19	\$ 109	\$ 62

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
(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			-		-
Canceled Appropriations - Returned to Treasury			-		-
Canceled Technical Assistance Grants		102	102		102
Net Income / (Loss)				109	109
July 31, 2019	<u>\$ 13,388</u>	<u>\$ 2,389</u>	<u>\$ 15,777</u>	<u>\$ 1,967</u>	<u>\$ 17,744</u>

The balances in the statement above are preliminary and unaudited