

# **COMMUNITY DEVELOPMENT REVOLVING LOAN FUND**



## **PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS**

**June 30, 2018**

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

**RENDELL L. JONES  
CHIEF FINANCIAL OFFICER**

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

**MANAGEMENT OVERVIEW**

**June 30, 2018**

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**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 June 2017 and June 2018, cash and cash equivalents increased by \$2.6 million, primarily due to:

- a. received remaining \$2 million from the 2018 Appropriation,
- b. received \$3 million in loan principal and interest payments,
- c. disbursed \$1.8 million in new loans, and
- d. disbursed \$700 thousand in technical assistance grants.

Between June 2017 and June 2018, loans receivable decreased \$1.2 million as a result of four new loans issued less nine loan maturities and principal paydowns.

**Statements of Revenues, Expenses, and Changes in Fund Balance**

During June 2018, the fund earned \$12 thousand in interest revenue and incurred costs of \$3 thousand for one urgent need award.

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

	<b>June 2018</b>	<b>June 2017</b>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 10,393,965	\$ 7,835,668
Loans Receivable	9,005,598	10,165,516
Interest Receivable	12,322	10,278
<b>TOTAL ASSETS</b>	<b>\$ 19,411,885</b>	<b>\$ 18,011,462</b>
<b>LIABILITIES</b>		
Liabilities - Accrued Technical Assistance	\$ 1,997,718	\$ 337,753
<b>TOTAL LIABILITIES</b>	<b>1,997,718</b>	<b>337,753</b>
<b>FUND BALANCE</b>		
Fund Capital	15,592,285	15,901,817
Accumulated Earnings	1,821,882	1,771,892
<b>TOTAL FUND BALANCE</b>	<b>17,414,167</b>	<b>17,673,709</b>
	-	-
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 19,411,885</b>	<b>\$ 18,011,462</b>

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 June 30, 2018 and 2017**

	<u>June 2018</u>	<u>Year-to-Date June 2018</u>	<u>Year-to-Date June 2017</u>
<b>REVENUES</b>			
Interest on Cash Equivalents	\$ 8,701	\$ 47,403	\$ 12,996
Interest on Loans	3,743	21,211	23,322
Appropriation Revenue			
Expended Appropriations	-	-	-
Cancelled Technical Assistance	0	(19,845)	(275,998)
Total Revenues	<u>12,444</u>	<u>48,769</u>	<u>(239,680)</u>
<b>EXPENSES</b>			
Technical Assistance	3,000	21,907	-
Cancellation of Aged Technical Assistance	0	(22,430)	(275,998)
Provision for Loan Losses	-	-	-
Total Expenses	<u>3,000</u>	<u>(523)</u>	<u>(275,998)</u>
<b>NET INCOME / (LOSS)</b>	9,444	49,292	36,318

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
STATEMENTS OF RCHANGES IN FUND BALANCE  
For the Periods Ended June 30, 2018 and 2017**

	<u>June 2018</u>	<u>Year-to-Date June 2018</u>	<u>Year-to-Date June 2017</u>
<b>FUND BALANCE—Beginning of period</b>	17,404,723	15,345,030	15,361,393
New Appropriations	-	2,000,000	2,000,000
Return to Treasury	-	-	-
Cancelled Technical Assistance	-	19,845	275,998
Awards			
Net Income / (Loss)	9,444	49,292	36,318
<b>FUND BALANCE—End of period</b>	<u>\$ 17,414,167</u>	<u>\$ 17,414,167</u>	<u>\$ 17,673,709</u>

The balances in the statement above are preliminary and unaudited