

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

June 30, 2019

A handwritten signature in blue ink, which appears 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, 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 June 2018 and June 2019, cash and cash equivalents increased by \$3.6 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 million in new loans,
- d. disbursed \$1.5 million in technical assistance grants

Between June 2018 and June 2019, loans receivable decreased \$2.8 million as a result of three new loans issued less eight loan maturities and two principal paydowns.

Statements of Revenues, Expenses, and Changes in Fund Balance

During June 2019, the fund earned approximately \$18 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 June 30, 2019 and 2018
(Dollars in thousands)**

	June 2019	June 2018
ASSETS		
Cash and Cash Equivalents	\$ 13,945	\$ 10,394
Loans Receivable	6,185	9,006
Interest Receivable	10	12
TOTAL ASSETS	\$ 20,140	\$ 19,412
 LIABILITIES AND FUND BALANCE		
Accrued Technical Assistance Grants	\$ 2,442	\$ 1,998
Fund Balance		
Fund Capital	15,750	15,592
Accumulated Earnings	1,948	1,822
Total Fund Balance	17,698	17,414
 TOTAL LIABILITIES AND FUND BALANCE	\$ 20,140	\$ 19,412

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, 2019 and 2018
(Dollars in thousands)**

	June 2019	Year-to-Date June 2019	Year-to-Date June 2018
REVENUES			
Interest on Cash Equivalents	\$ 15	\$ 87	\$ 47
Interest on Loans	3	20	21
Appropriations Used	-	-	-
Canceled Technical Assistance Grants	0	(75)	(20)
TOTAL REVENUE	18	32	48
EXPENSES			
Technical Assistance Grants	0	18	22
Canceled Technical Assistance Grants	0	(76)	(23)
TOTAL EXPENSES	0	(58)	(1)
NET INCOME / (LOSS)	\$ 18	\$ 90	\$ 49

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		75	75		75
Net Income / (Loss)				90	90
June 30, 2019	<u><u>\$ 13,388</u></u>	<u><u>\$ 2,362</u></u>	<u><u>\$ 15,750</u></u>	<u><u>\$ 1,948</u></u>	<u><u>\$ 17,698</u></u>

The balances in the statement above are preliminary and unaudited