

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

May 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
May 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 May 2018 and May 2019, cash and cash equivalents increased by \$2.8 million, primarily due to:

- a. received \$2 million in Appropriations from 2019,
- b. received \$3.1 million in loan principal and interest payments,
- c. disbursed \$1 million in new loans,
- d. disbursed \$1.4 million in technical assistance grants

Between May 2018 and May 2019, loans receivable decreased \$2.1 million as a result of three new loans issued less six loan maturities and two principal paydown.

Statements of Revenues, Expenses, and Changes in Fund Balance

During May 2019, the fund earned approximately \$19 thousand in interest revenue.

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
BALANCE SHEETS
As of May 31, 2019 and 2018
(Dollars in thousands)**

	May 2019	May 2018
ASSETS		
Cash and Cash Equivalents	\$ 13,307	\$ 10,475
Loans Receivable	6,935	9,006
Interest Receivable	11	13
TOTAL ASSETS	\$ 20,253	\$ 19,494
LIABILITIES		
Liabilities - Accrued Technical Assistance	\$ 2,573	\$ 2,090
TOTAL LIABILITIES	2,573	2,090
FUND BALANCE		
Fund Capital	15,750	15,592
Accumulated Earnings	1,930	1,812
TOTAL FUND BALANCE	17,680	17,404
TOTAL LIABILITIES AND FUND BALANCE	\$ 20,253	\$ 19,494

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

	<u>May 2019</u>	<u>Year-to-Date May 2019</u>	<u>Year-to-Date May 2018</u>
REVENUES			
Interest on Cash Equivalents	\$ 16	\$ 72	\$ 39
Interest on Loans	3	17	17
Appropriation Revenue			
Expended Appropriations	-	-	-
Cancelled Technical Assistance	(41)	(75)	(20)
Total Revenues	<u>(22)</u>	<u>14</u>	<u>36</u>
EXPENSES			
Technical Assistance	10	18	19
Cancellation of Aged Technical Assistance	(42)	(76)	(22)
Provision for Loan Losses	-	-	-
Total Expenses	<u>(32)</u>	<u>(58)</u>	<u>(3)</u>
NET INCOME / (LOSS)	<u>\$ 10</u>	<u>\$ 72</u>	<u>\$ 39</u>

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND
STATEMENTS OF CHANGES IN FUND BALANCE
For the Periods Ended May 31, 2019 and 2018
(Dollars in thousands)**

	<u>May 2019</u>	<u>Year-to-Date May 2019</u>	<u>Year-to-Date May 2018</u>
FUND BALANCE—Beginning of period	17,629	15,533	15,345
New Appropriations	-	2,000	2,000
Return to Treasury	-	-	
Cancelled Technical Assistance	41	75	20
Awards	-	-	
Net Income / (Loss)	10	72	39
FUND BALANCE—End of period	<u>\$ 17,680</u>	<u>\$ 17,680</u>	<u>\$ 17,404</u>

The balances in the statement above are preliminary and unaudited