

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

November 30, 2019

A handwritten signature in blue ink, appearing to read 'Rendell L. Jones', is positioned below the date.

RENDELL L. JONES
CHIEF FINANCIAL OFFICER

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

MANAGEMENT OVERVIEW

November 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 November 2018 and November 2019, cash and cash equivalents increased by \$5.0 million, primarily due to:

- a. received \$2.0 million in Appropriations from 2019,
- b. received \$4.6 million in loan principal and interest payments,
- c. disbursed \$1.0 million in new loans, and
- d. disbursed \$0.8 million in technical assistance grants

Between November 2018 and November 2019, loans receivable decreased \$3.5 million as a result of four new loans issued less ten loan maturities and one principal paydown.

Statements of Revenues, Expenses, and Changes in Fund Balance

During November 2019, the fund earned approximately \$15 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 November 30, 2019 and 2018
(Dollars in thousands)**

	November 2019	November 2018
ASSETS		
Cash and Cash Equivalents	\$ 13,822	\$ 8,855
Loans Receivable	6,185	9,705
Interest Receivable	11	15
TOTAL ASSETS	\$ 20,018	\$ 18,575
 LIABILITIES AND FUND BALANCE		
Accrued Technical Assistance Grants	\$ 3,984	\$ 3,057
Fund Balance		
Fund Capital	13,999	13,675
Accumulated Earnings	2,035	1,843
Total Fund Balance	16,034	15,518
TOTAL LIABILITIES AND FUND BALANCE	\$ 20,018	\$ 18,575

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 November 30, 2019 and 2018
(Dollars in thousands)**

	<u>November 2019</u>	<u>Year-to-Date November 2019</u>	<u>Year-to-Date November 2018</u>
REVENUES			
Interest on Cash Equivalents	\$ 12	\$ 159	\$ 94
Interest on Loans	3	36	41
Appropriations Used	-	1,983	2,000
Canceled Technical Assistance Grants	(111)	(340)	(103)
TOTAL REVENUE	(96)	1,838	2,032
EXPENSES			
Technical Assistance Grants	75	2,001	2,074
Canceled Technical Assistance Grants	(231)	(340)	(113)
TOTAL EXPENSES	(156)	1,661	1,961
NET INCOME / (LOSS)	\$ 60	\$ 177	\$ 71

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
For the Periods Ended November 30, 2019 and December 31, 2018
(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		(1,983)	(1,983)		(1,983)
Canceled Appropriations - Returned to Treasury		(33)	(33)		(33)
Canceled Technical Assistance Grants		340	340		340
Net Income / (Loss)				177	177
November 30, 2019	<u><u>\$ 13,388</u></u>	<u><u>\$ 611</u></u>	<u><u>\$ 13,999</u></u>	<u><u>\$ 2,035</u></u>	<u><u>\$ 16,034</u></u>

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