

COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS FUND

www.cdfifund.gov



CDFI Forum for Financial Cooperativas

CDFI Fund Certification and Programs
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Agenda



CDFI Fund: Mission & Vision

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Questions

CDFI Fund: Mission & Vision



- **Mission**

- The CDFI Fund's mission is to expand economic opportunity for underserved people and communities by supporting the growth and capacity of a national network of community development lenders, investors, and financial service providers.



- **Vision**

- The vision of the CDFI Fund is an America in which all people and communities have access to the investment capital and financial services they need to prosper.



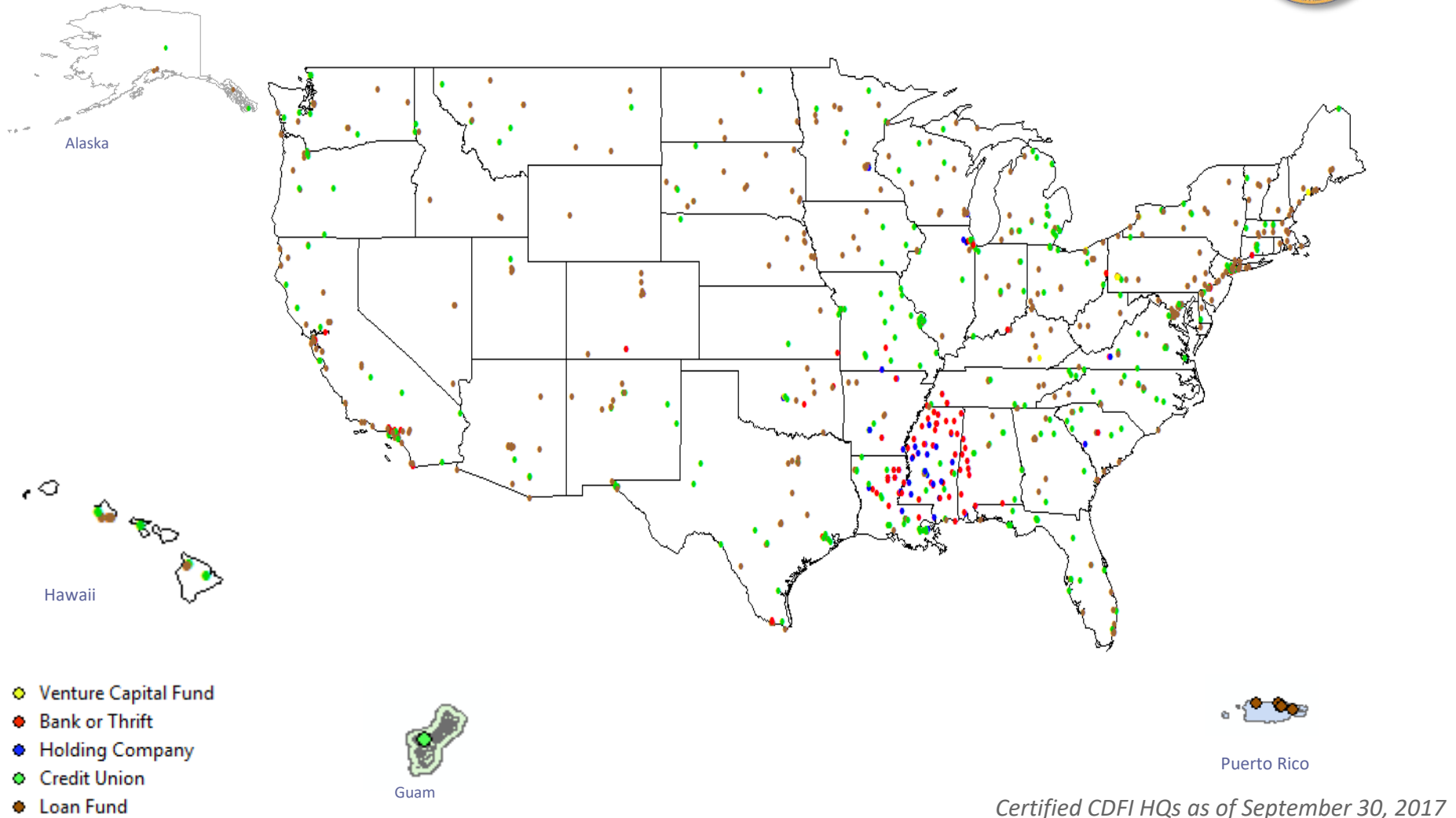
What is a Community Development Financial Institution (CDFI)?



- CDFIs are specialized financial institutions with a primary mission of promoting community development in low-income and economically distressed communities.
- CDFIs provide a wide range of financial products, financial services, and development services for low-income people and communities.



There are nearly 1,100 certified CDFIs in the United States.



CDFIs in Puerto Rico



7 certified CDFIs totaling nearly \$20 million in total assets

Certified CDFI Name	Financial Institution Type	Total Assets	City	State
Ceiba Housing and Economic Development Corporation	Loan Fund	\$ 5,808,468	Ceiba	Puerto Rico
Comerciantes Unidos para el Desarrollo Comunitario de Camuy, Inc.	Loan Fund	\$ 1,170,893	Camuy	Puerto Rico
Corporacion Para El Financiamiento Empresarial (COFECC)	Loan Fund	\$ 4,756,814	San Juan	Puerto Rico
Corporacion para las Microfinanzas Puerto Rico	Loan Fund	\$ 2,094,568	San Juan	Puerto Rico
Ponce Neighborhood Housing Services, Inc.	Loan Fund	\$ 3,075,990	Ponce	Puerto Rico
SAN JUAN NHS	Loan Fund	\$ 1,456,664	San Juan	Puerto Rico
Trujillo Alto Economic Development Corporation CD	Loan Fund	\$ 1,335,128	Trujillo Alto	Puerto Rico

Types of CDFIs



CDFIs include depository institutions such as community development banks, thrifts and credit unions, and non-depository institutions such as loan and venture capital funds:

Community development loan funds (51%) (usually nonprofits) provide financing and development services to businesses, organizations, and individuals in low-income urban and rural areas and can be further categorized based on the type of clients served: micro-enterprise, small business, housing, and community service organizations;

Community development credit unions (27%) are nonprofit cooperatives owned by members that promote ownership of assets and savings and provide affordable credit and retail financial services to low-income people;

Community development banks (20%) are for-profit corporations that provide capital to rebuild economically distressed communities through targeted lending and investment (includes 87 Depository Institution Holding Companies); and

Community development venture capital funds (2%) include both for-profit and nonprofit organizations that provide equity and debt-with-equity features for businesses in distressed communities.

CDFI Certification



- Why become certified?
 - Access to CDFI Fund's programs
 - Leverage Funding

CDFI Certification



To become certified, an organization must submit a CDFI Certification application to the CDFI Fund for review and approval. The application must demonstrate that it meets each of the following requirements:

- Be a legal entity at the time of certification application;
- Have a primary mission of promoting community development;
- Be a financing entity;
- Primarily serve one or more target markets;
- Provide development services in conjunction with its financing activities;
- Maintain accountability to its defined target market; and
- Be a non-government entity and not be under control of any government entity (Tribal governments excluded).

CDFI Certification



- What is the application process?
 - Application Process
 - Submitted through myCDFIFund portal in AMIS
 - 90-day review process
 - Determination letter
 - Debriefing if application is unsuccessful

CDFI Certification



- How does an organization maintain its certification status?
 - Annual CDFI Certification & Data Collection Report
 - Submitted through AMIS
 - Report Components
 - Data Inputs
 - Narrative Responses, if necessary
 - Additional attachments, if necessary

CDFI Fund Contact Information



- **Certification, Compliance Monitoring, and Evaluation Support:**
 - AMIS Service request
 - ccme@cdfi.treas.gov or 202.653.0423
- **Technical (AMIS) Support:**
 - AMIS@cdfi.treas.gov or 202.653.0422

The CDFI Fund supports investments in low-income communities through our programs.



- **Bank Enterprise Award Program (BEA Program)**



- **Capital Magnet Fund**
- **CDFI Bond Guarantee Program**



- **Community Development Financial Institutions Program (CDFI Program)**
- **Healthy Food Financing Initiative**



- **Native American CDFI Assistance Program (NACA Program)**
- **New Markets Tax Credit Program (NMTC Program)**

Learn more at www.cdfifund.gov/programs

CDFI Impact in Puerto Rico



CDFI FUND INVESTMENTS IN PUERTO RICO, October 2017 awards, certifications, transactions

	Type	Number	Amount
CDFI Awardees Financial Assistance Impact Data, Outstanding Loans and Invesments	Loan counts and amounts	492	\$ 42,100,046
New Markets Tax Credit Projects in Low-Income Areas	Projects and dollar amounts	10	\$ 52,287,942
CDFI Headquarters:	Count and Total Assets	7	\$ 19,698,525
CDFI Fund Awards or Tax Allocations (to institutions headquartered in area)	Count and Amount	11	\$127,288,041
Capital Magnet Fund Affordable Housing in high housing need area	Affordable Housing Units and \$	292	\$ 47,952,852



Community Development Financial Institutions Program (CDFI Program) and the Healthy Food Financing Initiative



- Monetary awards and training opportunities to invest in and build the capacity of CDFIs
- Empowers CDFIs to grow, achieve organizational sustainability, and drive community revitalization



To date, the CDFI Fund has awarded more than **\$2.1 billion** to CDFIs to promote investments in low-income communities.

Native American CDFI Assistance Program (NACA Program)



- Seeks to increase the access to credit, capital, and financial services in Native Communities
- Supports the creation and expansion of CDFIs primarily serving Native Communities

The number of certified CDFIs that focus on Native Communities have grown from **7** to **73** since the CDFI Fund's Native Initiatives were created.

Bank Enterprise Award Program (BEA Program)



- Provides monetary awards to banks and thrifts
- Awardees demonstrate an increase in their investments in some of the most distressed communities in the nation



In FY 2016, BEA Program applicants increased their spending on community development activities by **\$361.5 million.**

Capital Magnet Fund



- Competitive grants for affordable housing solutions and community revitalization efforts
- Must produce housing and community development investments at least 10 times the amount of the award

To date, the Capital Magnet Fund has generated more than **\$1 billion** of combined investment and more than **10,900** affordable homes.

CDFI Bond Guarantee Program



- Provides long-term credit at below-market interest rates
- Accelerates community economic growth and development
- Bonds are fully guaranteed by the Treasury Secretary at no cost to the taxpayer; must be repaid



To date, Treasury has guaranteed **\$1.36 billion** in bonds to help CDFIs increase investment in low-income and underserved communities.

New Markets Tax Credit Program (NMTC Program)



- Attracts private capital into low-income communities
- Investors receive a tax credit against federal income tax in exchange for making equity investments in CDEs
- Credit = 39% of original investment amount; claimed over a period of seven years

Cumulatively, NMTC Program awardees have generated **\$42.4 billion** in investments in low-income communities.

Learn more about our programs:

Program	Who is Eligible?	Awards Available	Learn More
Bank Enterprise Award Program	FDIC-insured depository institutions	Awards for a demonstrated increase in lending and investments in low-income communities and CDFIs	www.cdfifund.gov/bea
Capital Magnet Fund	Certified CDFIs and non-profit affordable housing organizations	Awards to finance affordable housing solutions and community facilities	www.cdfifund.gov/cmf
CDFI Bond Guarantee Program	Certified CDFIs	Bond loans with a maximum maturity of 30 years	www.cdfifund.gov/bond
CDFI Program and Healthy Food Financing Initiative	Certified CDFIs and Certifiable CDFIs	Financial Assistance and Technical Assistance awards; HFFI awards available for CDFIs that receive FA and are interested in healthy food financing.	www.cdfifund.gov/cdfi
Native American CDFI Assistance Program	Certified CDFIs, Certifiable CDFIs, and Sponsoring Entities	Financial Assistance and Technical Assistance awards to increase lending and to create or build the capacity of a Native CDFI	www.cdfifund.gov/native
New Markets Tax Credit Program	Certified Community Development Entities	Tax credit allocation authority	www.cdfifund.gov/nmtc