

COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS FUND

www.cdfifund.gov

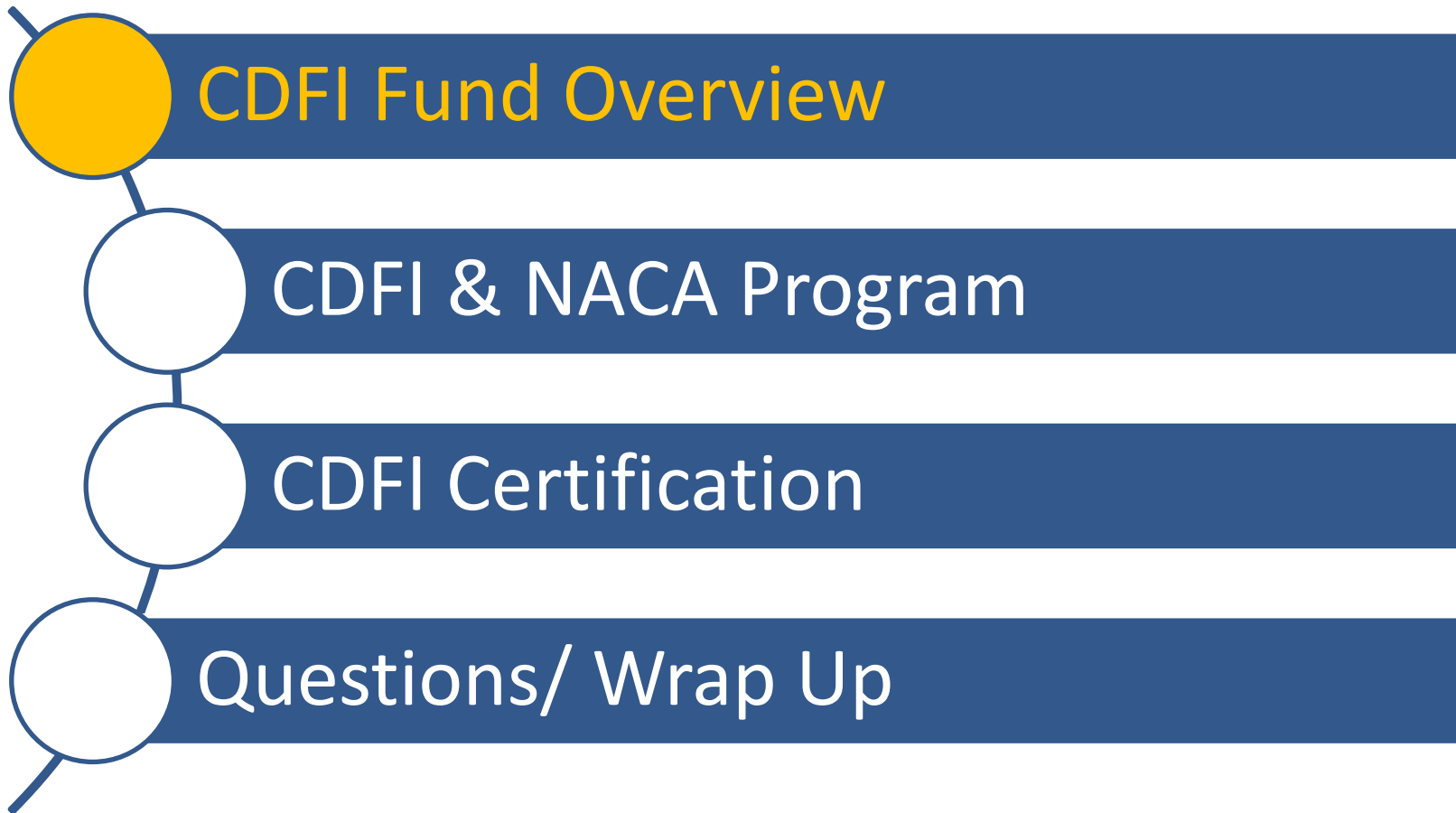


Community Development Financial Institutions Fund (CDFI Fund)

FY 2017 Interagency MDI and CDFI Bank Conference

PRESENTED ON
April 6, 2017

Agenda



CDFI Fund Overview



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.



CDFI Fund Overview



The CDFI Fund accomplishes our mission by investing in and supporting CDFIs, CDEs, and other financial institutions through the:

- ❖ **CDFI Program and Native American CDFI Assistance (NACA) Program**
 - Financial Assistance (FA) Awards
 - Technical Assistance (TA) Grants
 - Healthy Foods Financing Initiative (HFFI-FA)
 - Capacity Building Initiative
- ❖ Bank Enterprise Award (BEA) Program
- ❖ New Markets Tax Credit (NMTC) Program
- ❖ CDFI Bond Guarantee Program (BGP)
- ❖ Capital Magnet Fund (CMF)

CDFI Fund Overview



CDFI Program and NACA Program Purpose:

- ❖ Promote economic revitalization and community development
- ❖ Help build the capacity of CDFIs to serve eligible Target Markets
- ❖ Leverage CDFI Fund resources

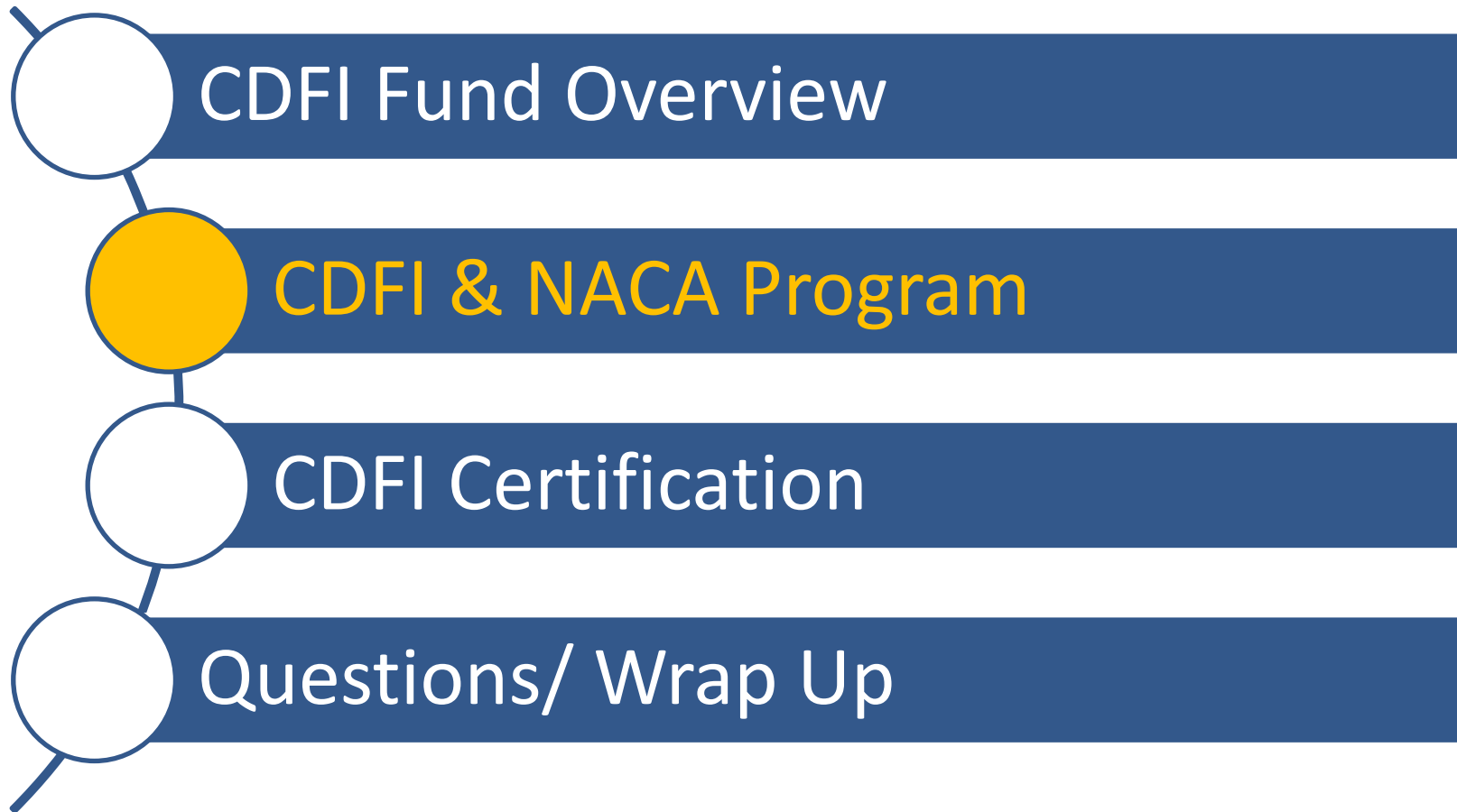


CDFI Fund Overview

Types of Certified CDFIs:

- ❖ Loan Funds
- ❖ Credit Unions
- ❖ FDIC-Insured Community Development Banks
- ❖ Bank Holding Companies/Thriffs
- ❖ Community Development Venture Capital Funds

Agenda



FY 2017 CDFI Program & NACA Program: Types of Awards



- 1) Financial Assistance (FA)
- 2) Technical Assistance (TA)
- 3) Healthy Food Financing Initiative –
Financial Assistance (HFFI-FA)

FY 2017 CDFI Program: Financial Assistance



CDFI Program Financial Assistance (FA)

Eligibility	Certified & Certifiable CDFIs.
Matching Funds	<ul style="list-style-type: none"> Core FA Applicants are required to provide evidence of dollar for dollar matching funds at the time of Application submission. Matching funds requirement for SECA FA applicants was waived in the FY 2016 appropriations bill and the final FY 2017 appropriation is pending. SECA FA applicants are NOT required to submit matching funds information at the time of Application submission.
Award Amount	<ul style="list-style-type: none"> Category I/Small and/or Emerging CDFI Assistance (SECA) up to \$700,000. Category II/Core up to \$2 million.
Form of Awards	<ul style="list-style-type: none"> Core FA awards can be in the form of (i) Loans; (ii) Grants; (iii) Equity Investments; and (iv) Deposit and Credit Union Shares based on the matching funds provided. SECA FA awards will be made in the form of grants if the matching funds requirement for SECA FA applicants is waived in the final FY 2017 appropriation.
Eligible Activities	(i) Financial Products; (ii) Financial Services; (iii) Development Services; (iv) Loan Loss Reserves; and/or (v) Capital Reserves. Note: Only Insured Depository Institutions may use an FA award for Financial Services & Capital Reserves.
Eligible Lines of Business	Affordable housing, commercial financial services, commercial real estate, community facilities, consumer financial products, consumer financial services, intermediary lending to non-profits and CDFIs, microenterprise, and small business.
Reporting Period	3 years (as specified in each award Recipient's Assistance Agreement).
Limitations on Awards	<ul style="list-style-type: none"> Applicants may apply for either FA or for TA, but not for both. \$5 million funding cap.

FY 2017 NACA Program: Financial Assistance



NACA Program Financial Assistance (FA)

Eligibility	<p>Certified & Certifiable CDFI Applicants must:</p> <ul style="list-style-type: none"> • Demonstrate that at least 50 percent of past activities were in one or more Native Communities. • Describe how it will target lending/investing activities to one or more Native Communities.
Target Market	<ul style="list-style-type: none"> • Applicants must have an investment area and/or Other Targeted Population (OTP) Target Market serving Native Communities. See FY 2017 NACA NOFA Table 8 for more detail.
Matching Funds	<ul style="list-style-type: none"> • Matching funds requirement for NACA FA applicants was waived in the FY 2016 appropriations bill and the final FY 2017 appropriations are pending. NACA FA applicants are NOT required to submit matching funds information at the time of Application submission.
Award Amount	<ul style="list-style-type: none"> • Applicants may apply for a maximum award amount of \$1,000,000.
Form of Awards	<ul style="list-style-type: none"> • If the matching funds requirement is waived for NACA FA applicants in the final FY 2017 appropriations, all NACA FA awards will be made in the form of a Grant.
Eligible Activities	<p>(i) Financial Products; (ii) Financial Services; (iii) Development Services; (iv) Loan Loss Reserves; and/or (v) Capital Reserves. Note: Only Insured Depository Institutions may use an FA award for Financial Services & Capital Reserves.</p>
Eligible Lines of Business	<p>Affordable housing, commercial financial services, commercial real estate, community facilities, consumer financial products, consumer financial services, intermediary lending to non-profits and CDFIs, microenterprise, and small business.</p>
Reporting Period	<p>3 years (as specified in each award Recipient's Assistance Agreement).</p>
Limitations on Awards	<ul style="list-style-type: none"> • Applicants may apply for either FA or for TA, but not for both. • NACA applicants may submit applications under both NACA and CDFI Programs. However, applicants may only receive one award per funding round. • \$5 million funding cap.

FY 2017 CDFI Program: Technical Assistance



CDFI Program Technical Assistance (TA)

Eligibility	Emerging CDFIs, Certifiable CDFIs, and Certified CDFIs. Certified CDFIs must meet the SECA FA criteria.
Matching Funds	Matching funds are not required.
Award Amount	Up to \$125,000 for capacity-building activities.
Form of Awards	All TA awards are provided in the form of grants.
Eligible Activities	(i) Compensation/Personnel Services; (ii) Compensation/Fringe benefits; (iii) Professional Service Costs; (iv) Travel Costs; (v) Training and Education Costs; (vi) Equipment; and/or (vii) Supplies.
Reporting Period	2 years for Certified CDFI Recipients and 3 years for uncertified CDFI Recipients (as specified in each award Recipient's Assistance Agreement).
Limitations on Awards	<ul style="list-style-type: none"> • Applicants may apply for either FA or for TA, but not for both. • Emerging CDFIs are eligible to receive up to three TA awards. • \$5 million funding cap.

FY 2017 NACA Program: Technical Assistance



NACA Program Technical Assistance (TA)

Eligibility	<ul style="list-style-type: none"> • Certified, Certifiable, Emerging CDFIs, and Sponsoring Entities. • TA applicants must demonstrate that the Certified, Certifiable, Emerging CDFI, or the CDFI to be created a Sponsoring Entity Applicant will primarily serve one or more Native Communities.
Matching Funds	Matching funds are not required.
Award Amount	Up to \$150,000 for capacity-building activities.
Form of Awards	All TA awards are provided in the form of grants.
Eligible Activities	(i) Compensation/Personnel Services; (ii) Compensation/Fringe benefits; (iii) Professional Service Costs; (iv) Travel Costs; (v) Training and Education Costs; (vi) Equipment; and/or (vii) Supplies.
Reporting Period	2 years for Certified CDFI Recipients, 3 years for Certifiable and Emerging CDFI Recipients, and 4 years for Sponsoring Entity Recipients (as specified in each award Recipient's Assistance Agreement).
Limitations on Awards	<ul style="list-style-type: none"> • Applicants may apply for either FA or for TA, but not for both. • Sponsoring Entities can only receive one TA award. • Emerging CDFIs are eligible to receive up to three TA awards. • \$5 million funding cap.

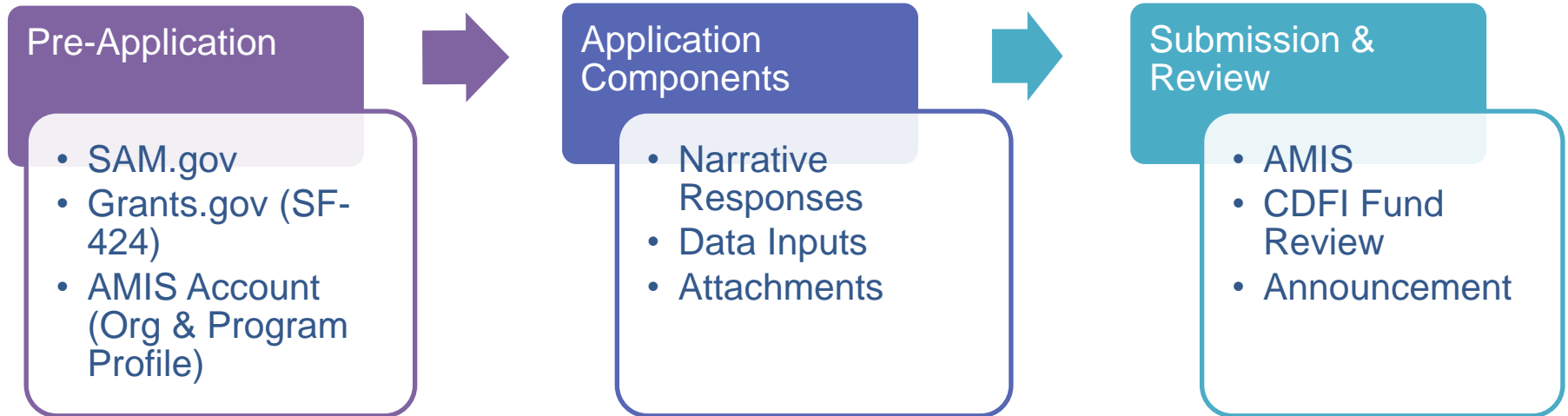
FY 2017 CDFI Program & NACA Programs: Healthy Food Financing Initiative – Financial Assistance



Healthy Food Financing Initiative - Financial Assistance (HFFI-FA)

Eligibility	Certified & Certifiable CDFIs that submit an FA Application.
Matching Funds	Matching funds requirement for HFFI-FA applicants was waived in the FY 2016 appropriations bill and the final FY 2017 appropriations are pending. HFFI-FA applicants are NOT required to submit matching funds information at the time of Application submission.
Award Amount	Up to \$5 million.
Form of Awards	If the matching funds requirement for HFFI-FA applicants is waived in the final FY 2017 appropriations, all HFFI-FA awards will be made in the form of a Grant.
Eligible Activities	(i) Financial Products; (ii) Financial Services; (iii) Development Services; (iv) Loan Loss Reserves; and/or (v) Capital Reserves. Note: Only Insured Depository Institutions may use a HFFI-FA award for Financial Services & Capital Reserves.
Reporting Period	3 years (as specified in each award Recipient's Assistance Agreement).
Limitations on Awards	Must receive an FA award in order to receive a HFFI-FA award.

FY 2017 CDFI & NACA Program Framing the Application Completion Process



FY 2017 CDFI & NACA Program Application Key Dates



IMPORTANT DEADLINES

- ❖ The SF-424 was due **March 24, 2017** in Grants.gov.
- ❖ The FY 2016 CDFI and NACA Program Applications are due **April 28, 2017** in AMIS.
- ❖ The last day for Applicant questions is **April 26, 2017**.

Agenda



- CDFI Fund Overview
- CDFI & NACA Program
- CDFI Certification
- Questions/ Wrap Up

CDFI Certification Criteria



An entity must meet all of the following requirements to be eligible to apply to become a certified CDFI:

- ❖ Be a Legally Existing Entity;
- ❖ Have a Primary Mission of promoting community development;
- ❖ Be a Financing Entity;
- ❖ Provide Development Services in conjunction with its financing activities;
- ❖ Primarily serve an eligible Target Market;
- ❖ Maintain Accountability to its defined Target Market; and
- ❖ Be a Non-Governmental Entity, and not be controlled by any governmental entities.

Initial CDFI Certification Application Process



- ❖ Pre-Application – AMIS Account
- ❖ Application Components
 - ❖ Narrative Responses
 - ❖ Data Inputs
 - ❖ Additional Attachments
 - ❖ Maps – CIMS
- ❖ Application Submission – AMIS/myCDFI Fund
- ❖ Application Review/Determination – Email Notification

Annual CDFI Certification Reporting Process



- ❖ Report Creation – AMIS Account
- ❖ Report Components
 - ❖ Narrative Responses, if necessary
 - ❖ Data Inputs
 - ❖ Additional Attachments, if necessary
 - ❖ Maps – CIMS, if necessary
- ❖ Report Submission – AMIS
- ❖ Report Review/Determination – AMIS

Additional Considerations



- ❖ Additional “collective” requirement provision for Depository Institutions and Depository Institution Holding Companies.
- ❖ Regarding Accountability requirement
 - ❖ Board conflicts of interest
 - ❖ Accountability options – Governing & Advisory Boards
 - ❖ Investment Area (IA) accountability options – IA Resident
- ❖ Regarding Target Markets – Other Targeted Populations (OTP)

Agenda



- CDFI Fund Overview
- CDFI & NACA Program
- CDFI Certification
- Questions/ Wrap Up

Contact Information



CDFI & NACA Program Support:

cdfihelp@cdfi.treas.gov or 202.653.0421, option #1

Certification, Compliance Monitoring, and Evaluation Support:

ccme@cdfi.treas.gov or 202.653.0423

AMIS Support:

AMIS@cdfi.treas.gov or 202-653-0422

We are finished!



for participating in today's workshop!

The CDFI Fund is an equal opportunity provider.