

Department of the Treasury Community Development Financial Institution (CDFI) Recovery Act Funding

Presenter:
Stewart Sarkozy-Banoczy
Oweesta Corporation

March 26, 2009 • 2:00 – 3:30 pm



NCAI



ECONOMIC STIMULUS
INDIAN COUNTRY WORKS

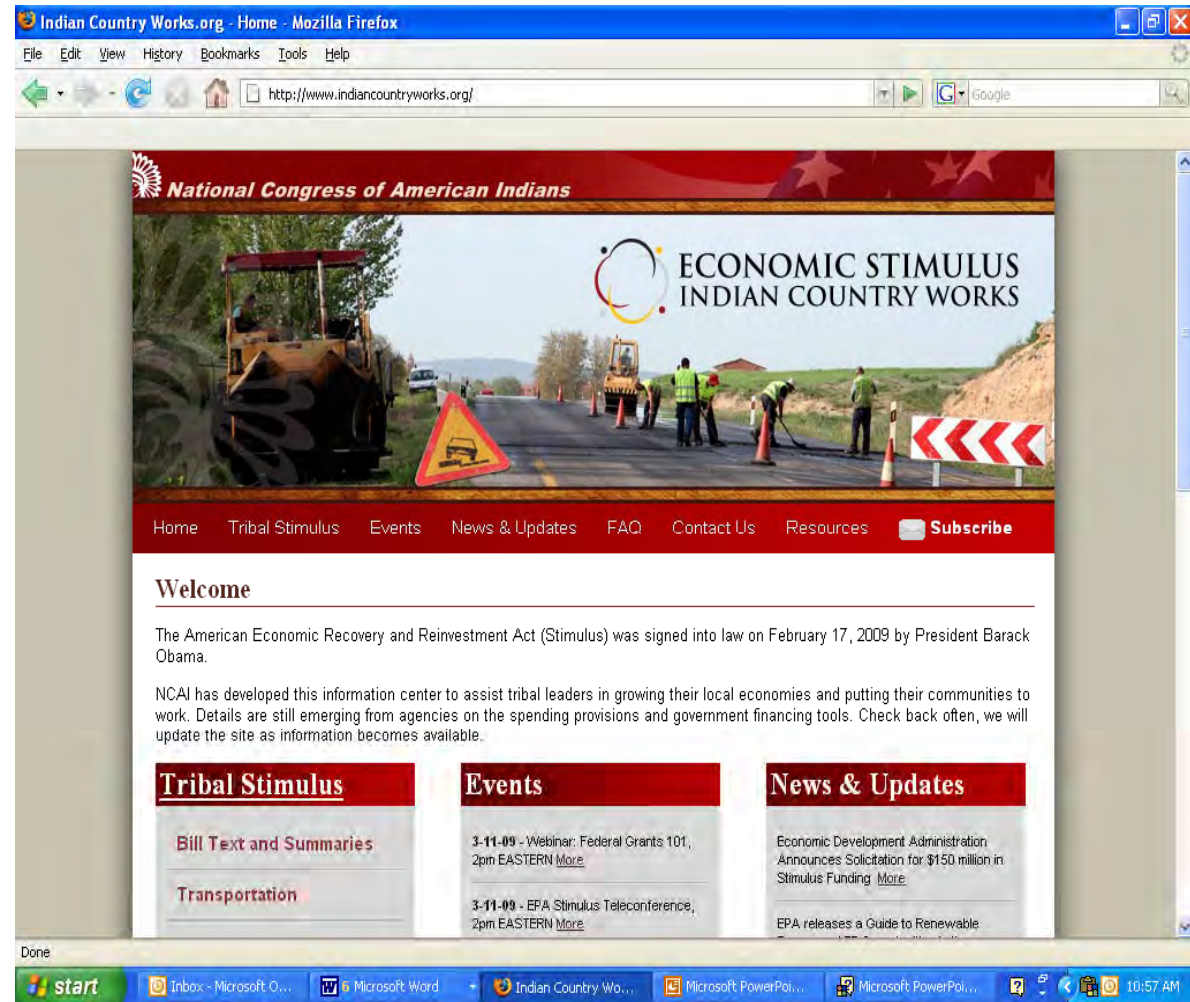


www.ncai.org/stimulus

Information on the website is continually being updated with information as it becomes available, so check back often.

Please send questions and comments to:

stimulus@ncai.org



NCAI Economic Stimulus Update

NCAI Economic Stimulus Update 3-23-09 - Message (HTML)

Message Adobe PDF

Reply Reply Forward Delete Move to Create Other Block Safe Lists Categorize Follow Mark as Find
Respond to All Actions Junk E-mail Options Find

From: Jacqueline Johnson Pata [jjohnson@ncai.org] Sent: Mon 3/23/2009 4:21 PM
To: Michael Hahn
Cc:
Subject: NCAI Economic Stimulus Update 3-23-09

Having trouble viewing this email? [Click here](#)



News, Tools and Resources From
NCAI National Congress of American Indians



ECONOMIC STIMULUS
INDIAN COUNTRY WORKS



Monday, March 23, 2009

**Upcoming Teleconference:
Recovery Funds for Tribal Public
Safety & Violence Against
Women**

**Upcoming Webinar:
Community Development
Financial Institution
Funding**

Thursday, March 26, 2 p.m.
EASTERN



NCAI



ECONOMIC STIMULUS
INDIAN COUNTRY WORKS



Department of the Treasury Community Development Financial Institution (CDFI) Recovery Act Funding

Presenter:
Stewart Sarkozy-Banoczy
Oweesta Corporation

March 26, 2009 • 2:00 – 3:30 pm



NCAI



ECONOMIC STIMULUS
INDIAN COUNTRY WORKS



Agenda

- Introductions
- CDFI Overview
- CDFI Fund Overview & Grant Programs
- CDFI Fund Recovery Act Funding
- Questions & Answers

Introductions

- Oweesta Corporation (www.oweesta.org)
 - National Native CDFI Intermediary
 - Training, Capacity Building, Consulting
 - Institution Development
 - Financial Education and Asset Building
 - Entrepreneurship and Enterprise Development
 - Lending and Capitalization
 - Research, Policy and Advocacy



What is a CDFI?

Community Development Financial Institution

- Specialized financial institution with community development mission
- Works in low to moderate income and underserved communities (target markets)
- Provides financial products and TA services
- CDFI may provide lending and capacity building for business, homeownership, consumer, anti-predatory, etc.

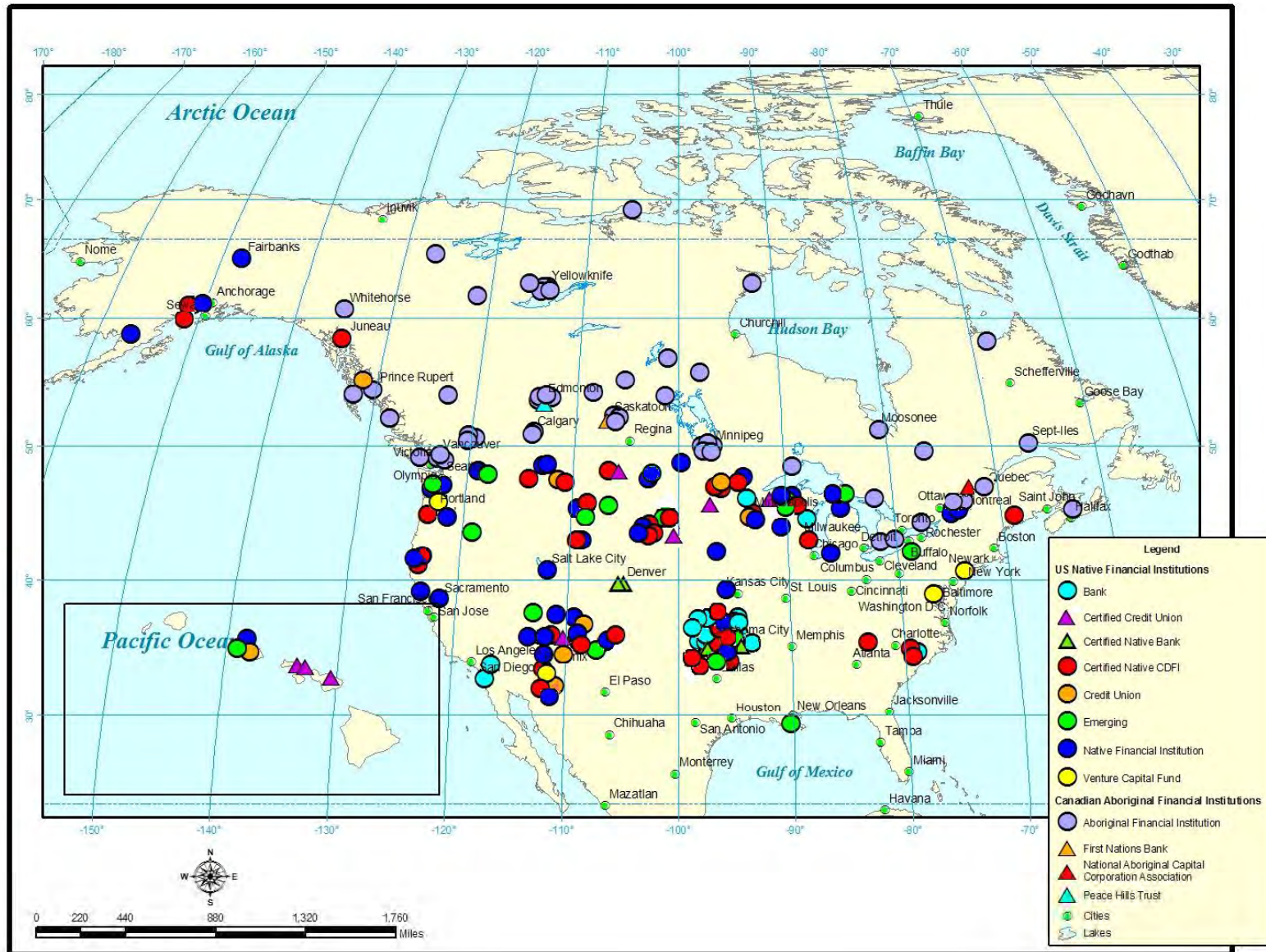


Scope of CDFI Industry

- About 1,000 CDFIs nationally
 - 819 certified CDFIs as of March 1, 2009
- About 150 Native financial institutions nationally
 - 48 certified Native CDFIs
 - 60-70 more in the pipeline



Native Financial Institutions



Native CDFIs are Economic Engines

- Provide capital and capacity building services to Native businesses and homeowners
- Promote infrastructure – physical, financial, social & cultural, legal & governmental
- Build private sector to circulate dollars within Native communities
- Create jobs and develop healthy economy



CDFI Fund Overview

- Bureau of U.S. Department of the Treasury
- Certifies CDFIs using six-part test
- Administers funding sources
- Conducted 2001 Native American Lending Study
 - documents lack of access to capital and financial services
- Offers training and technical assistance to Native communities



CDFI Fund Grant Programs

- CDFI Program
 - Financial Assistance (FA) – must be certified
 - Category I – Small and Emerging CDFIs (SECA) Program
 - Category II – Core Program
 - Technical Assistance (TA)
- New Markets Tax Credit (NMTC) Program
- Bank Enterprise Award (BEA) Program



CDFI Fund Grant Programs – Native Initiatives

- Native American CDFI Assistance (NACA) Program
 - Financial Assistance
 - *Must be certified Native CDFI*
 - Technical Assistance
 - *Certified Native CDFIs*
 - *Emerging Native CDFIs*
 - *Sponsoring Entity – an entity that is exploring whether to create a separate Native CDFI*



Recovery Act Funding

- The following information is based on documents and materials released to this point.
- Continue to check in at the CDFI Fund website, the Indian Country Works website and your other Native CDFI resources like Oweesta and OFN.

CDFI Fund Recovery Act Funding

\$100 million in Stimulus Package for CDFIs:

- CDFI Program - **\$90 million**
 - Financial Assistance
- Native American CDFI Assistance - **\$8 million**
- Administrative Costs - **\$2 million**



CDFI Fund Recovery Act Funding

Recovery Act funding not subject to:

- Any match requirements
- \$5 million cap for three-year period



NACA FY 2009 Funding Round

- CDFI Fund will add \$8 million of Recovery Act funding to FY 09 funds for total of \$14.5 million
- Two new opportunities FY 09 funding round
 - Previous FY 09 applicants (submitted in Dec 2008) have **until tomorrow, March 27** to amend their applications to increase FA requests - handouts
 - New applicants can apply for FA under supplemental NOFA (to be issued)



NCAI



ECONOMIC STIMULUS
INDIAN COUNTRY WORKS



FY 09 NACA Applicants

- FA award ceiling raised from \$500,000 to \$750,000
- Entire \$750,000 goes to FA
 - Emphasis of Recovery Act funds is getting capital deployed to community for job creation
- Unsuccessful FA applicants are still eligible for any TA grants previously applied for
- Application amendments **due March 27!**



NACA FY 2009 New Funding Round

- New NOFA to be published in 30 days from CDFI Fund Stimulus announcement
- Only certified Native CDFIs can apply
 - But check NOFA for more details
- Only for FA
 - FA can be used for TA functions, e.g. operating funds if specified in application
- Can't apply for both rounds in FY 09



NACA FY 09 Award Announcements

- First round of awards to be announced **July 2009**
- Supplemental round of awards to be announced **September 2009**



Opportunities for Non-Certified Native CDFIs

- FY 2010 NOFA to be published in September 2009
- Recovery Act funding makes regular funding more accessible
- Consider applying for TA grant as “sponsoring entity” to explore CDFI creation
 - Covers consulting services, technology purchases, staff and board training, operations



NACA Program & Native CDFI Resources

1. Webinar CDFI Fund NACA Grant Tips
2. CDFI Fund Stimulus Section:
www.cdfifund.gov/recovery
3. Indian Country Works CDFI Section:
www.indiancountryworks.org/cdfi.cfm
4. Oweesta: www.oweesta.org
5. CDFI Fund Native Initiatives Team: Chris James & Chasity Savage



Questions and Answers

Please type in your questions online (Q&A tab above) or press *1 on your phone to ask a question.



NCAI



ECONOMIC STIMULUS
INDIAN COUNTRY WORKS



First Nations Oweesta Corporation

Contact Information

Stewart Sarkozy-Banoczy
Vice President & Chief Operating Officer
Oweesta Corporation
910 Fifth Street, Suite 101
Rapid City, SD 57701
(605) 342-3770 ph
(605) 342-3771 fx
stewart@oweesta.org
www.oweesta.org
www.ournativecircle.org

