



**CDCI ANNUAL USE OF CAPITAL SURVEY - 2017**

**NAME OF INSTITUTION**

(Include Holding Company Where Applicable)

HILL DISTRICT FEDERAL CREDIT UNION

Person to be contacted regarding this report:	RICHARD WITHERSPOON
UST Sequence Number:	1439
CPP/CDCI Funds Received:	100,000
CPP/CDCI Funds Repaid to Date:	0
Date Funded (first funding):	SEPTEMBER 29, 2010
Date Repaid <sup>1</sup> :	N/A

RSSD: (For Bank Holding Companies)	
Holding Company Docket Number: (For Thrift Holding Companies)	
FDIC Certificate Number: (For Depository Institutions)	
Credit Union Charter Number: (For Credit Unions)	20354
City:	PITTSBURGH
State:	Pennsylvania

<sup>1</sup>If repayment was incremental, please enter the most recent repayment date.

*American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.*

What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).

<input type="checkbox"/>	Increase lending or reduce lending less than otherwise would have occurred.	
<input type="checkbox"/>	To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).	
<input type="checkbox"/>	Increase securities purchased (ABS, MBS, etc.).	

<input type="checkbox"/>	Make other investments	
<input checked="" type="checkbox"/>	Increase reserves for non-performing assets	The capital the CDCI fund has deposited with our institution, gone a significant way in retaining or stability in terms on internal capital.. the more stable we are, the more we are able to continue to serve the under served in our community.
<input type="checkbox"/>	Reduce borrowings	
<input type="checkbox"/>	Increase charge-offs	
<input type="checkbox"/>	Purchase another financial institution or purchase assets from another financial institution	
<input type="checkbox"/>	Held as non-leveraged increase to total capital	

What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?

Because of our CDCI participation, we were able to meet internal capital requirements that are mandated by the NCUA, our federal regulators. If we did not meet the requirements, it is possible we would have had to enter into a prompt corrective action plan with the NUCA. Under such a plan, service to the community could have been severely limited. Also, due to the CDCI funds, our internal capital is more stable and that gives us the opportunity to build internal capital by other means including through normal operations.

What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?

Because we received a substantial increase in capital, relative to our asset size, we were able to continue to provide much needed financial services to our community. The median income in our community is approximately 20K so therefore, traditional financial services are too costly and out of reach for our members.

Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.

We were able to show moderate stability which gave other potential contributors confidence to invest in our mission in the community.