

**CHAPTER 47—COMMUNITY DEVELOPMENT BANKING**

**SUBCHAPTER I—COMMUNITY DEVELOPMENT BANKING AND FINANCIAL INSTITUTIONS**

- Sec.
- 4701. Findings and purposes.
- 4702. Definitions.
- 4703. Establishment of national Fund for community development banking.
- 4704. Applications for assistance.
- 4705. Community partnerships.
- 4706. Selection of institutions.
- 4707. Assistance provided by Fund.
- 4708. Training.
- 4709. Encouragement of private entities.
- 4710. Collection and compilation of information.
- 4711. Investment of receipts and proceeds.
- 4712. Capitalization assistance to enhance liquidity.
- 4713. Incentives for depository institution participation.
- 4713a. Guarantees for bonds and notes issued for community or economic development purposes.
- 4714. Recordkeeping.
- 4715. Special provisions with respect to institutions that are supervised by Federal banking agencies.
- 4716. Studies and reports; examination and audit.
- 4717. Enforcement.
- 4718. Authorization of appropriations.
- 4719. Grants to establish loan-loss reserve funds.

**SUBCHAPTER II—SMALL BUSINESS CAPITAL ENHANCEMENT**

- 4741. Findings and purposes.
- 4742. Definitions.
- 4743. Approving States for participation.
- 4744. Participation agreements.
- 4745. Terms of participation agreements.
- 4746. Reports.
- 4747. Reimbursement by Fund.
- 4748. Reimbursement to Fund.
- 4749. Regulations.
- 4750. Authorization of appropriations.

**SUBCHAPTER I—COMMUNITY DEVELOPMENT BANKING AND FINANCIAL INSTITUTIONS**

**§ 4701. Findings and purposes**

**(a) Findings**

The Congress finds that—

(1) many of the Nation’s urban, rural, and Native American communities face critical social and economic problems arising in part from the lack of economic growth, people living in poverty, and the lack of employment and other opportunities;

(2) the restoration and maintenance of the economies of these communities will require coordinated development strategies, intensive supportive services, and increased access to equity investments and loans for development activities, including investment in businesses, housing, commercial real estate, human development, and other activities that promote the long-term economic and social viability of the community; and

(3) community development financial institutions have proven their ability to identify and respond to community needs for equity investments, loans, and development services.

**(b) Purpose**

The purpose of this subchapter is to create a Community Development Financial Institutions

Fund to promote economic revitalization and community development through investment in and assistance to community development financial institutions, including enhancing the liquidity of community development financial institutions.

(Pub. L. 103-325, title I, §102, Sept. 23, 1994, 108 Stat. 2163.)

REFERENCES IN TEXT

This subchapter, referred to in subsec. (b), was in original “this subtitle”, meaning subtitle A of title I of Pub. L. 103-325, Sept. 23, 1994, 108 Stat. 2163, which is classified principally to this subchapter. For complete classification of this subtitle to the Code, see Short Title note below and Tables.

SHORT TITLE

Pub. L. 103-325, §1(a), Sept. 23, 1994, 108 Stat. 2160, provided that: “This Act [see Tables for classification] may be cited as the ‘Riegle Community Development and Regulatory Improvement Act of 1994’.”

Pub. L. 103-325, title I, §101, Sept. 23, 1994, 108 Stat. 2163, provided that: “This subtitle [subtitle A (§§101-121) of title I of Pub. L. 103-325, enacting this subchapter and section 1772c-1 of this title, amending sections 1766 and 1834a of this title, section 5313 of Title 5, Government Organization and Employees, section 11 of Pub. L. 95-452 set out in the Appendix to Title 5, section 657 of Title 18, Crimes and Criminal Procedure, and section 9101 of Title 31, Money and Finance, and enacting provisions set out as a note under section 11 of Pub. L. 95-452 set out in the Appendix to Title 5] may be cited as the ‘Community Development Banking and Financial Institutions Act of 1994’.”

**§ 4702. Definitions**

For purposes of this subchapter, the following definitions shall apply:

**(1) Administrator**

The term “Administrator” means the Administrator of the Fund appointed under section 4703(b) of this title.

**(2) Appropriate Federal banking agency**

The term “appropriate Federal banking agency” has the same meaning as in section 1813 of this title, and also includes the National Credit Union Administration Board with respect to insured credit unions.

**(3) Affiliate**

The term “affiliate” has the same meaning as in section 1841(k) of this title.

**(4) Board**

The term “Board” means the Community Development Advisory Board established under section 4703(d) of this title.

**(5) Community development financial institution**

**(A) In general**

The term “community development financial institution” means a person (other than an individual) that—

- (i) has a primary mission of promoting community development;
- (ii) serves an investment area or targeted population;
- (iii) provides development services in conjunction with equity investments or loans, directly or through a subsidiary or affiliate;