

## What is a CDI?

Affordable housing

Small business

Job creation

Attracting and growing businesses

Improving the quality of life

Building infrastructure

### Possible projects include:

Community and faith-based  
affordable housing

Convenience stores

Small business development  
centers

Industrial development

Parks / water works /  
infrastructure

More CDI and CDC  
information can be  
found at:

**Federal Deposit Insurance Corporation  
(FDIC)**

[www.fdic.gov](http://www.fdic.gov)  
877-275-3342

**Federal Reserve Bank of Kansas City**

[www.kc.frb.org](http://www.kc.frb.org)  
402-221-5500 (Omaha branch)  
800-333-1040 (toll-free Omaha branch)

**Nebraska Department of Economic  
Development**

[www.neded.org/content/view/31/63](http://www.neded.org/content/view/31/63)

**Comptroller of the Currency**

[www.occ.treas.gov/cdd/  
pt24toppage.htm](http://www.occ.treas.gov/cdd/pt24toppage.htm)

**Federal Reserve Board**

[www.federalreserve.gov/  
communityaffairs/cdi/default.htm](http://www.federalreserve.gov/communityaffairs/cdi/default.htm)

**Nebraska Department of Banking &  
Finance**

1230 "O" Street, Suite 400  
Lincoln, NE 68508-1402  
Consumer Hotline:  
877-471-3445 (*toll-free outside of Lincoln*)  
402-471-2171 (*in Lincoln*)  
[www.ndbf.ne.gov/cdi/cdi.shtml](http://www.ndbf.ne.gov/cdi/cdi.shtml)

## Community Development Investments



### A Banker's Guide

**NDB&F**

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# Creating Economic Opportunities

## Community Development Investment (CDI)

CDI is a process for providing capital to community-based organizations or projects which promote community revitalization or primarily benefit the economic needs of low and moderate income neighborhoods and populations. CDI projects are often created with other community partners.

## Community Development Corporation (CDC)

CDCs can be profit or non-profit organizations created to provide programs and services that promote and support a community. State-chartered banks can choose to form a CDC, work with an existing CDC, or fund a project directly.

State-chartered banks may be required to obtain approval from state and federal regulators.

More detailed information, a CDI worksheet and a CDI form are available on the Department's Web site: [www.ndbf.ne.gov](http://www.ndbf.ne.gov)

If you have questions, contact a Department Review Examiner at 402-471-2171.



## Legally Permissible Investments

CDIs made by state-chartered banks are governed by state and federal law as detailed below.

### Nebraska Law (Section 8-148.04)

- Nebraska law permits state-chartered banks to make CDIs which are of a predominantly (defined as 70%) civic, community, or public nature. Total bank investment in a CDI is limited to 15% of capital and surplus.
- Activities allowed under Nebraska law include:
  - Area revitalization or stabilization
  - Affordable housing, community services and/or permanent jobs
  - Equity/debt financing for small business
- For more information visit: [www.ndbf.ne.gov/cdi/cdi.shtml](http://www.ndbf.ne.gov/cdi/cdi.shtml)

### Code of Federal Regulations

- Federal law permits banks to invest in CDIs which primarily (defined as 80%) benefit low-to-moderate income persons or areas. This regulation allows a maximum investment of 15% total equity capital and reserves.
- Benefits areas targeted for redevelopment by a government entity
- For more information on federal regulations visit: [www.occ.treas.gov/cdd/pt24toppage.htm](http://www.occ.treas.gov/cdd/pt24toppage.htm) (Title 12 CFR Part 24)