

# COMMUNITY DEVELOPMENT & THE AFFORDABLE CARE ACT



# COMMUNITY REINVESTMENT ACT

- Encourages financial institutions to extend credit to all of areas of their community, including low to-moderate income neighborhoods, consistent with safe and sound operation of the institution.
- Regulation: Assess bank's loans, services and investments

# COMMUNITY REINVESTMENT ACT

- Community Development
  - Low & moderate income individuals & communities
  - Small business, small farms
  - Economic revitalization

# FEDERAL CREDIT UNION ACT

- Credit Unions

Credit unions, unlike many other participants in the financial services market, are exempt from Federal and most State taxes because they are member-owned, democratically operated, not-for-profit organizations generally managed by volunteer boards of directors and because they have the specified mission of meeting the credit and savings needs of consumers, especially persons of modest means.

# ACA & CRA

Hospitals	Financial Institutions
Patient Protection & Affordable Care Act	Community Reinvestment Act
Better health outcomes & ....	Access to credit, CD
CHNAs – health needs	Performance context
->High needs	->LMI, small farms and businesses, revitalization

# ACA & CRA

Hospitals	Banks
Implementation strategies	CRA strategies, leadership, innovative
Limited \$, need leveraging	Limited \$, need leveraging
Challenges, barriers	Challenges, barriers
Impact	Impact

# ACA AND CRA

Hospitals	Financial Institutions
Access, alternative delivery systems	Multifamily affordable housing developments
Wellness campaigns	Workforce development
Life skills training	Financial education at LMI schools
Small business	Innovative lending – assistive technology

# NEXT STEPS

- Discuss how we can collaborate to offer bank accounts to the unbanked
- Determine what other organizations should be involved
- Develop a strategy that include a wide range of organizations (agencies, hospitals, nonprofits, foundations)
  - Identify shared values and common interests
  - Understand community needs and objectives

->Next steps in your community

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PROPOSED CRA Q & A CHANGES

