

The cover features a composite background. On the left, there is a silhouette of an oil pumpjack against a sunset sky. In the center, the Texas state flag is displayed. On the right, a large, embossed seal of the State of Texas is visible, with the word 'TEXAS' partially legible. The text 'TEXAS' and 'Department of Banking' is overlaid on the top right, and 'Agency Profile' is on the bottom right.

# TEXAS

Department of Banking

## Agency Profile

December 2017

# Texas State-Chartered Banking

## *Mission & Philosophy*

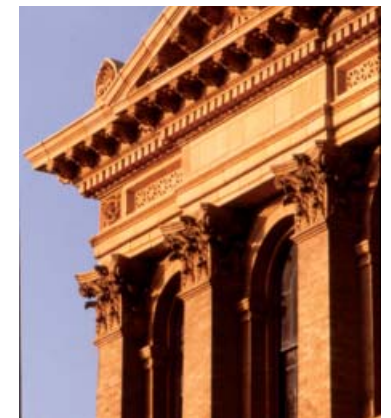


### *Mission*

To ensure Texas has a safe, sound and competitive financial services system.

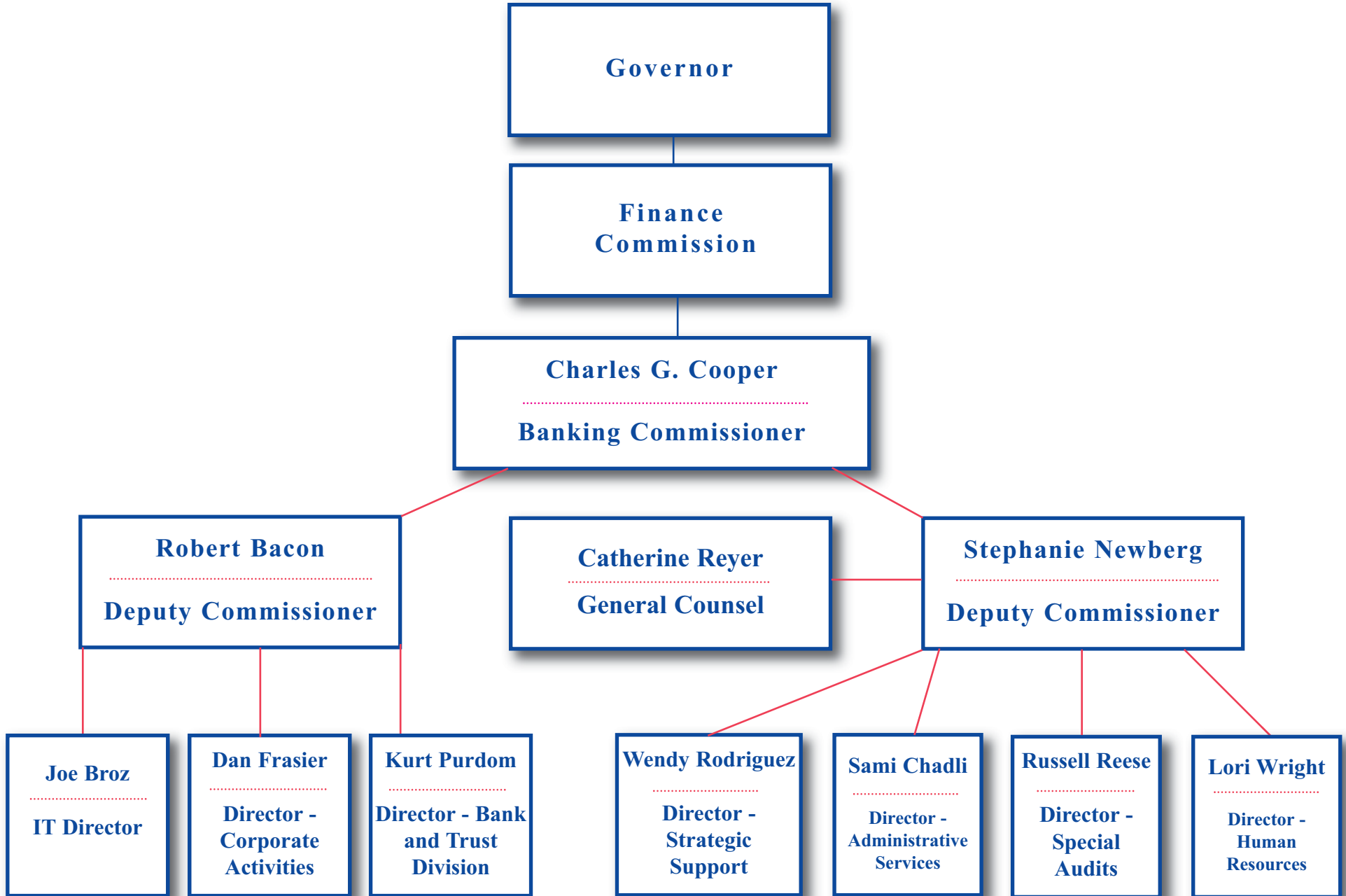
### *Philosophy*

- \* Adhere to the highest ethical and professional standards;
- \* Be statutorily accountable and responsible;
- \* Anticipate and respond to a dynamic environment;
- \* Identify and promote innovative practices;
- \* Operate efficiently and maintain consistent and prudent regulatory standards;
- \* Communicate effectively;
- \* Foster teamwork while encouraging individual excellence and career development;
- \* Provide a desirable work environment that values cultural and individual differences;
- \* Seek input from and be responsive to the public, our supervised entities, and State leadership; and
- \* Adhere to the principle of “Tough but Fair” regulatory oversight.



# Texas Department of Banking Organization Chart

December 2017



STRONG  STABLE  VIBRANT

# WHY CHOOSE A TEXAS STATE BANK CHARTER?



## **Regulatory Accessibility and Responsiveness**

All applications are decided by the Commissioner, as well as most administrative actions. It is generally much easier for Texas bankers to establish a face-to-face working relationship with department leadership in Austin rather than with a federal regulator in Washington D. C.

## **Parity**

Article XVI, Section 16(c) of the Constitution of The State of Texas provides that a Texas chartered state bank has the same rights and privileges that are or may be granted to national banks of the United States domiciled in this State. Section 32.010 of the Texas Finance Code additionally contains a “super parity” provision which is a framework for a state bank

chartered in Texas, upon application, to conduct any of the activities allowed by any other insured state or federally-insured financial institution in the nation.



## **Modern Corporate Governance**

Texas has some of the most modern corporate governance statutes thus providing increased flexibility.

## **Lower Costs**

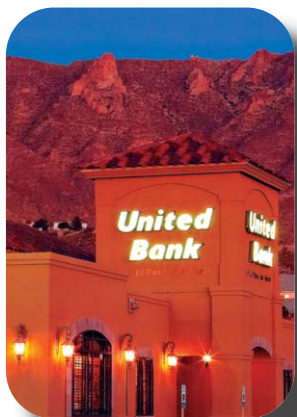
The assessments charged to state banks are less than that charged national banks of comparable size. The Texas

Department of Banking continually monitors expenditures and assessments and reduces assessments when fiscally possible.





# *Profile of Regulated Entities*



<b>Regulated Entity</b>	<b>Number of Entities</b>	<b>Total Assets \$(millions)</b>
Commercial Banks	240	\$257,066
Foreign Bank Agencies	10	64,730
Trust Companies	34	109,982
Prepaid Funeral Licensees	375	3,928
Perpetual Care Cemeteries	242	323
Money Services Businesses	156	113,816
Private Child Support Agencies	10	NA
Check Verification Companies	2	NA
Cemetery Brokers	14	NA
Depository Agents	0	NA
<b>Totals</b>	<b>1,083</b>	<b>\$549,845</b>

Information obtained from the FDIC database of September 2017.



# Profile of Banking in Texas

	State	National	Total
Charters	240	184	424
Assets	\$257.1B	\$130.2B	\$387.3B
Deposits	\$209.4B	\$109.6B	\$319.0B
Tier 1 Risk-Based Capital Ratio	13.25%	14.53%	

Information obtained from the FDIC database of September 2017.

# Banks Operating in Texas

## All State Bank Activity in Texas (Updated as of December 20, 2017)

Bank Name (Number)	Home State	Effective Date	Number of Branches	Total Assets <sup>(1)</sup> \$ Millions	Total Deposits <sup>(1)</sup> \$ Millions
State Banks Chartered in Texas (240)	Texas	9/30/2017	2,233	\$257,066	\$209,380
Texas Branches of Non-Texas State Banks (37)			723	61,990	61,990
<b>Subtotal</b>			<b>2,956</b>	<b>319,056</b>	<b>271,370</b>
Less: Out of State Branches <sup>(3)</sup>	Texas	6/30/2017	-378	-50,904	-50,904
<b>Total (277) State Banks Operating in Texas</b>			<b>2,578</b>	<b>268,152</b>	<b>220,466</b>

### Detailed Information

Texas Branches of Non-Texas State Banks: <sup>(2)</sup>	Entry Date			
Regions Bank, Birmingham	Alabama	8/27/1998	74	3,590
Compass Bank, Birmingham	Alabama	10/23/1998	341	36,212
Bancorp South Bank, Tupelo	Mississippi	8/31/2000	19	1,032
Cathay Bank, Los Angeles	California	12/11/2000	1	228
Sabine State Bank, Many	Louisiana	6/17/2002	4	34
Bank SNB, Stillwater	Oklahoma	1/24/2003	4	196
First United Bank & Trust, Durant	Oklahoma	5/1/2003	37	2,554
Bank of the Ozarks, Little Rock	Arkansas	4/16/2004	19	2,236
Bank of Hope, Los Angeles	California	11/16/2004	2	211
East West Bank, San Marino	California	2/8/2002	11	1,451
Northern Trust, Chicago	Illinois	8/28/2006	6	1,656
Ameristate Bank, Atoka	Oklahoma	1/5/2007	0	32
The Bankers Bank, Oklahoma City	Oklahoma	3/31/2009	0	0
Shinhan Bank America, New York	New York	5/1/2009	0	53
Branch Banking & Trust, Winston-Salem	North Carolina	8/14/2009	121	6,272
American Nation Bank, Keller	Oklahoma	3/31/2010	1	78
Origin Bank, Choudrant	Louisiana	8/19/2010	18	1,135
Providence Bank, Columbia	Missouri	10/15/2010	0	29
Interbank, Oklahoma City	Oklahoma	12/31/2010	26	1,289
Iberia Bank, Lafayette	Louisiana	12/31/2010	10	1,686
First Citizens Bank & Trust, Raleigh	North Carolina	1/8/2011	6	228
Whitney Bank, New Orleans	Louisiana	6/4/2011	4	744
NBH Bank, Greenwood Village	Colorado	11/7/2011	1	79
Beal Bank USA, Las Vegas	Nevada	1/1/2012	1	9
Farmers Bank & Trust, Magnolia	Arkansas	3/5/2012	3	292
Valliance Bank, Oklahoma City	Oklahoma	7/20/2012	1	38
Stockmans Bank, Altus	Oklahoma	7/15/2013	0	27
Great Southern, Reeds Spring	Missouri	3/11/2014	0	0
Hanmi Bank, Los Angeles	California	9/1/2014	8	341
The Morrill and Janes Bank, Merriam	Kansas	9/1/2015	0	11
Commonwealth Business Bank, Los Angeles	California	1/4/2016	0	28
Gulf Coast Bank & Trust, New Orleans	Louisiana	3/2/2016	0	0
Metro City Bank, Doraville	Georgia	9/22/2016	1	26
CrossFirst Bank, Leawood	Kansas	11/1/2016	0	67
First IC Bank, Dorville	Georgia	5/30/2017	0	0
First Guaranty Bank, Hammond	Louisiana	6/19/2017	4	126
Bank 7, Oklahoma City	Oklahoma	8/17/2017	0	0

(1) Derived from the FDIC call report database; (2) Asset amounts of Texas branches of Non-Texas chartered banks mirrors deposit amounts from FDIC Summary of Deposit (SOD) reports as of June of each year; (3) Indicates assets and deposits in other states of Texas chartered banks (deducted from totals to arrive at net Texas numbers).

# Banks Operating in Texas

## All National Bank Activity in Texas (Updated as of December 20, 2017)

Bank Name (Number)	Home State	Effective Date	Number of Branches	Total Assets <sup>(1)</sup> \$ Millions	Total Deposits <sup>(1)</sup> \$ Millions
<b>National Banks Chartered in Texas (184)</b>	Texas	9/30/2017	1,517	\$130,193	\$109,559
<b>Texas Branches of Non-Texas National Banks (25)</b>			1,929	406,286	406,286
<b>Subtotal</b>			<b>3,446</b>	<b>536,479</b>	<b>515,845</b>
<b>Less: Their Out of State Branches<sup>(3)</sup></b>	Texas	6/30/2017	-596	-1,695	-1,695
<b>Total (209) National Banks Operating in Texas</b>			<b>2,850</b>	<b>534,784</b>	<b>514,150</b>

### Detailed Information

Texas Branches of Non-Texas National Banks: <sup>(2)</sup>	Home State	Entry Date	Number of Branches	Total Assets <sup>(1)</sup> \$ Millions	Total Deposits <sup>(1)</sup> \$ Millions
Bank of America, Charlotte	North Carolina	5/6/1998	378	117,617	117,617
Capital One National Bank, New Orleans	Louisiana	1/1/1999	105	10,606	10,606
First National Bank, Waupaca	Wisconsin	10/7/2000	0	8	8
First National Bank, Omaha	Nebraska	12/15/2000	3	183	183
Wells Fargo, Sioux Falls	South Dakota	11/21/2003	646	72,074	72,074
Trustmark National Bank, Jackson	Mississippi	1/23/2004	12	472	472
Armed Forces Bank, Fort Leavenworth	Kansas	6/30/2004	2	34	34
JP Morgan Chase Bank, New York	New York	1/23/2004	622	178,924	178,924
First Texoma National Bank, Durant	Oklahoma	4/22/2005	1	19	19
Mercantil Commercebank, Coral Gables	Florida	4/22/2005	6	428	428
US Bank, Cincinnati	Ohio	5/16/2005	0	0	0
Citibank, Las Vegas	Nevada	10/1/2006	1	4,176	4,176
MidSouth Bank, Lafayette	Louisiana	3/21/2008	14	272	272
Landmark Bank, Columbia	Missouri	4/24/2009	11	559	559
MUFG Union Bank, San Francisco	California	9/24/2009	1	176	176
BOKF, Tulsa	Oklahoma	1/1/2011	33	5,985	5,985
Cadence Bank, N.A., Birmingham	Alabama	9/15/2012	11	3,187	3,187
Bank of Whittier, N.A., Whittier	California	9/15/2012	0	4	4
Washington Federal, Seattle	Washington	7/7/2013	4	96	96
SNB Bank, Shattuck	Oklahoma	2/10/2014	0	25	25
Community First National Bank, Manhattan	Kansas	9/29/2014	0	28	28
UMB Bank, Kansas City	Missouri	5/31/2015	3	209	209
ZB, Salt Lake City	Utah	12/31/2015	74	10,864	10,864
First Tennessee Bank, Memphis	Tennessee	4/14/2016	0	51	51
Sunflower Bank, Denver	Colorado	6/19/2017	2	289	289
<b>Totals for 486 banks operating in Texas</b>			<b>5,428</b>	<b>802,936</b>	<b>734,616</b>

(1) Derived from the FDIC call report database; (2) Asset amounts of Texas branches of Non-Texas chartered banks mirrors deposit amounts from FDIC Summary of Deposit (SOD) reports as of June of each year; (3) Indicates assets and deposits in other states of Texas chartered banks (deducted from totals to arrive at net Texas numbers).

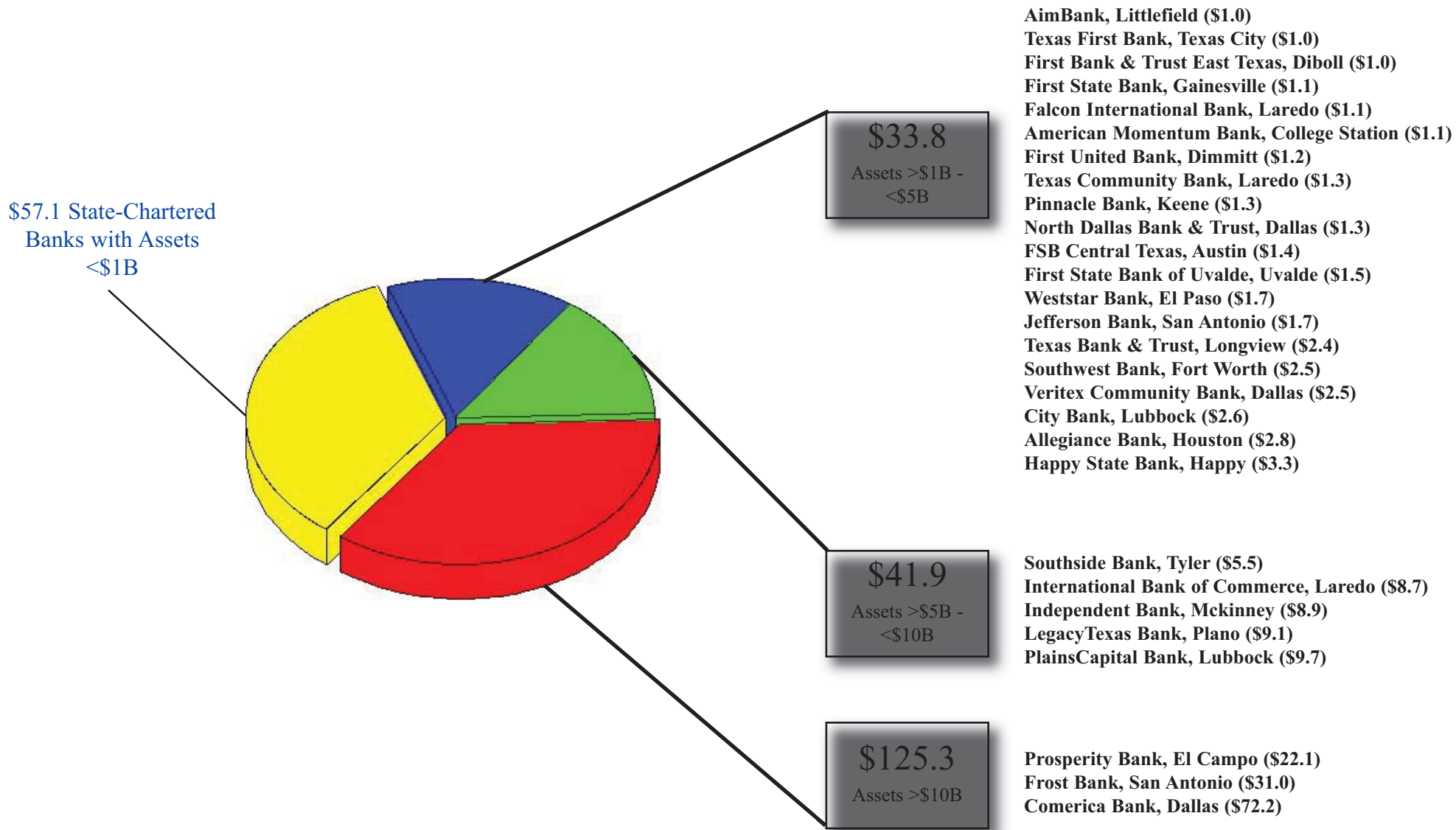


# Texas State-Chartered Banks With Out-Of-State Branches

State-Chartered Bank	Total Assets as of 9/30/17	Total Branches	Texas Deposits as of 6/30/17	Texas Branches	Out-of-State Deposits as of 6/30/17	Out-of-State Branches	Operating in Following States
Comerica Bank, Dallas	72,191,826	440	9,510,560	122	47,831,735	318*	AZ, FL, CA, MI
Prosperity Bank, El Campo	22,132,665	272	15,329,712	254	1,772,213	18	OK
City Bank, Lubbock	2,569,870	23	2,055,347	21	98,864	2	NM
American Bank of Commerce, Wolfforth	949,838	16	757,962	14	41,498	2	CO
WestStar Bank, El Paso	1,653,870	14	1,399,021	13	14,264	1	NM
State Bank of Texas, Dallas	842,841	6	487,474	4	124,801	2	IL
Citizens Bank, Amarillo	154,794	4	81,292	3	53,082	1	NM
American Momentum Bank, College Station	1,063,668	16	341,162	4	514,145	12	FL
Herring Bank, Amarillo	441,929	14	300,701	10	81,558	4	OK, CO
Independent Bank, McKinney	8,872,407	72	6,232,599	63	447,162	9	CO
Wallis State Bank, Wallis	601,598	11	456,874	10	23,626	1	CA

Information obtained from the FDIC database. Deposit information derived from the FDIC Summary of Deposit data. Asset and deposit numbers are in thousands.\* Includes one foreign branch

# Texas State Bank Companies with Assets Exceeding \$1B September 2017



Information is from FDIC Call reports and in \$billions.



## Comparison of State Bank Assessment with O.C.C.

Assessable Assets	DOB Assessment	*O.C.C. Assessment	Difference	% of O.C.C. Assessment
\$10 Million	\$8,348	\$16,227	\$7,879	51.4%
\$25 Million	\$13,598	\$23,042	\$9,444	59.0%
\$50 Million	\$17,719	\$33,778	\$15,059	54.1%
\$100 Million	\$25,699	\$52,248	\$26,549	49.2%
\$250 Million	\$40,136	\$88,270	\$48,134	45.5%
\$500 Million	\$64,370	\$141,817	\$85,494	39.7%
\$1 Billion	\$101,370	\$248,906	\$147,536	40.7%
\$1.5 Billion	\$134,370	\$336,527	\$202,157	39.9%
\$5.0 Billion	\$365,370	\$891,455	\$526,085	41.0%

Information effective January 1, 2017. Banks \$0 to \$500 million shown on 18-month exam cycle. Banks over \$500 million reflected on a 12-month exam cycle. Assessments on national banks which are considered “non-lead” banks are 88% of above O.C.C. assessments. \*Not included in the above calculation are Off Balance Sheet Assets that for all state banks in Texas average 10.5%.