



Supervisory Update News Summary

AS OF OCTOBER 15, 2022

| TITLE | TYPE/DATE | DESCRIPTION | SOURCE |
|--|---|---|--------|
| CFPB Orders Regions Bank to Pay \$191 Million for Illegal Surprise Overdraft Fees | Press Release Sept. 28, 2022 | The CFPB is ordering Regions Bank to pay \$50 million into the CFPB's victims relief fund and to refund at least \$141 million to customers harmed by its illegal surprise overdraft fees. From August 2018 through July 2021, Regions charged customers surprise overdraft fees on certain ATM withdrawals and debit card purchases. | CFPB |
| Community Bankers Feel Slow Economy at Local Level | Press Release Sept. 28, 2022 | The nation's sluggish economy is being felt at the local level. Community bankers across the nation ranked net interest margins, economic conditions and loan demand as their highest external risks in the CSBS 2022 National Survey of Community Banks, released today. | CSBS |
| State Banking Representative Commissioner Charles Cooper's Statement on FSOC Digital Assets Report | Press Release Oct. 3, 2022 | Texas Banking Commissioner and Financial Stability Oversight Council (FSOC) state banking representative Charles G. Cooper statement on FSOC's Report on Digital Asset Financial Stability Risks and Regulation. | CSBS |
| Community Bankers' Economic Outlook: Still Gloomy but Slightly Improved | Press Release Oct. 4, 2022 | Community bankers nationwide continue to have a fairly pessimistic view of the economy, but their outlook ticked up slightly in the third quarter, according to the Community Bank Sentiment Index (CBSI) released today by the CSBS. | CSBS |

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| FDIC Releases Results of Summary of Deposits Annual Survey | PR-66-2022 Sept. 16, 2022 | The FDIC released results of its annual survey of branch office deposits for all FDIC-insured institutions as of June 30, 2022. The FDIC’s Summary of Deposits (SOD) provides deposit totals for each of the more than 79,000 domestic offices operated by more than 4,700 FDIC-insured commercial and savings banks, savings associations, and U.S. branches of foreign banks. | FDIC |
| FDIC Issues List of Banks Examined for CRA Compliance | PR-71-2022 Oct. 3, 2022 | The FDIC issued its list of state nonmember banks recently evaluated for compliance with the CRA. The list covers evaluation ratings that the FDIC assigned to institutions in July 2022. Included in this list were two Texas state-chartered banks, and both received a rating of Satisfactory. | FDIC |
| Consolidated Reports of Condition and Income for Third Quarter 2022 | FIL-45-2022 Sept. 30, 2022 | The attached materials pertain to the Consolidated Reports of Condition and Income (Call Report) for the September 30, 2022, report date and provide guidance on certain reporting issues. This Financial Institution Letter and the attached Supplemental Instructions should be shared with the individual responsible for preparing the Call Report at your institution. Please plan to complete as early as possible the preparation, editing, and review of your institution’s Call Report data and the submission of these data to the agencies’ Central Data Repository (CDR). | FDIC |
| Update to Cybersecurity Resource Guide for Financial Institutions | Announcement Oct. 3, 2022 | The FFIEC, on behalf of its members, released an update to the October 2018 Cybersecurity Resource Guide for Financial Institutions. The updated resource guide now includes ransomware-specific resources to address the ongoing threat of ransomware incidents. | FFIEC |
| UBPR Content Review and Summary Page Changes | Announcement Oct. 6, 2022 | The FFIEC’s member agencies have begun a multi-year review of Uniform Bank Performance Report’s content to ensure it remains current and relevant. As part of this content review, which is being led by the Task Force on Surveillance Systems, the FFIEC will introduce an updated UBPR Summary Ratios page on October 12, 2022. | FFIEC |

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| Federal Reserve Board Finalizes Updates to the Board's Rule Concerning Debit Card Transactions | Press Release Oct. 3, 2022 | The FRB finalized updates to the Board's rule concerning debit card transactions. Pursuant to statute, the updates specify that debit card issuers should enable at least two payment card networks to process all debit card transactions, including "card-not-present" transactions, such as online payments.1 The final rule is substantially similar to the proposal issued last year. | FRB |
| Federal Reserve Announces It Will Replace its Current Bank Application Filing System with a New and Upgraded System Later this Month | Press Release Oct. 6, 2022 SR 22-9 Oct. 6, 2022 | The FRB announced that it will replace its current bank application filing system with a new and upgraded system later this month. The substantive requirements of applications will remain the same with the new system making the filing process more intuitive and minimizing paper applications and communications. | FRB |
| Agencies Announce Dollar Thresholds in Regulation Z and Regulation M for Exempt Consumer Credit and Lease Transactions | Press Release Oct. 13, 2022 | The FRB and CFPB announced the dollar thresholds used to determine whether certain consumer credit and lease transactions in 2023 are exempt from Regulation Z (Truth in Lending) and Regulation M (Consumer Leasing). | FRB CFPB |

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| Federal Reserve Board Announces it has Prohibited Five Former Bank Employees from Future Employment in the Banking Industry for Fraudulently Obtaining Loans and Grants Administered Under the Coronavirus Aid, Relief, and Economic Security (CARES) Act | Press Release Oct. 13, 2022 | The FRB announced that it had prohibited five former bank employees from future employment in the banking industry for fraudulently obtaining loans and grants administered under the Coronavirus Aid, Relief, and Economic Security (CARES) Act. | FRB |
| Agencies Announce Threshold for Smaller Loan Exemption from Appraisal Requirements for Higher-Priced Mortgage Loans | Press Release Oct. 13, 2022 | The CFPB, FRB, and OCC announced that the 2023 threshold for exempting loans from special appraisal requirements for higher-priced mortgage loans will increase from \$28,500 to \$31,000. | FRB OCC CFPB |
| FASB Issues Standard to Enhance Transparency Around Supplier Finance Programs | Press Release Sept. 29, 2022 | The FASB issued an ASU that enhances the transparency about the use of supplier finance programs for investors and other allocators of capital. | FASB |

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| FinCEN Issues Final Rule for Beneficial Ownership Reporting to Support Law Enforcement Efforts, Counter Illicit Finance, and Increase Transparency | Press Release Sept. 29, 2022 | The FinCEN took a historic step in support of U.S. government efforts to crack down on illicit finance and enhance transparency by issuing a final rule establishing a beneficial ownership information reporting requirement, pursuant to the bipartisan Corporate Transparency Act (CTA). The rule will require most corporations, limited liability companies, and other entities created in or registered to do business in the United States to report information about their beneficial owners—the persons who ultimately own or control the company, to FinCEN. | FinCEN |
| FinCEN Announces \$29 Million Enforcement Action Against Virtual Asset Service Provider Bittrex for Willful Violations of the Bank Secrecy Act | Press Release Oct. 11, 2022 | The FinCEN has assessed a civil money penalty in the amount of \$29,280,829.20 against Bittrex, for violations of the BSA and FinCEN’s implementing regulations. FinCEN’s action is part of a global settlement with the Office of Foreign Assets Control (OFAC). | FinCEN |
| Acting Comptroller of the Currency Issues Statement on FSOC’s Report on Digital Asset Financial Stability Risks and Regulation | NR 2022-123 Oct. 3, 2022 | Acting Comptroller of the Currency Michael J. Hsu today released the following statement in support of the Financial Stability Oversight Council’s (FSOC) Report on Digital Asset Financial Stability Risks and Regulation. | OCC |
| OCC Releases Bank Supervision Operating Plan for Fiscal Year 2023 | NR 2022-124 Oct. 6, 2022 | The OCC released its bank supervision operating plan for fiscal year (FY) 2023. | OCC |
| Acting Comptroller Discusses Identifying Crypto Risks | NR 2022-125 Oct. 11, 2022 | Acting Comptroller of the Currency Michael J. Hsu today discussed the importance of identifying and monitoring crypto risks to protect consumers and the financial system in remarks at DC Fintech Week 2022. His comments included discussion of skeuomorphisms, commingling, and data gaps to help risk identification. | OCC |

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| Governor Abbott Renews COVID-19 Disaster Declaration In September 2022 | Proclamation Sept. 19, 2022 | Governor Greg Abbott renewed his March 13, 2020, proclamation extending his Disaster Declaration for all 254 Texas counties in response to COVID-19. The Disaster Declaration provides the state a number of resources to effectively serve Texans as the Lone Star State continues to mitigate the spread of COVID-19. | TxGov |
| Governor Abbott Renews Drought Disaster Proclamation In September 2022 | Proclamation Sept. 29, 2022 | Governor Greg Abbott renewed a July 8, 2022, Disaster Declaration originally covering 164 counties due to exceptional drought conditions that posed a threat of imminent disaster. Orange County was deleted in a previously renewed declaration. | TxGov |
| Governor Abbott Renews Wildfire Disaster Proclamation In October 2022 | Proclamation Oct. 14, 2022 | Governor Greg Abbott renewed a March 18, 2022, proclamation in response to wildfire activity throughout 82 counties. | TxGov |
| Biden-Harris Administration Announces Over \$8.28 Billion in Investments in Community Development Financial Institutions and Minority Depository Institutions through the Emergency Capital Investment Program | Press Release Sept. 21, 2022 | Vice President Kamala Harris and Secretary of the Treasury Janet L. Yellen announced that the Treasury has made over \$8.28 billion of investments in 162 community financial institutions across the country through the Emergency Capital Investment Program (ECIP). These funds will support the efforts of community financial institutions to provide loans, grants, and other assistance to small and minority-owned businesses and consumers, especially in low-income and financially underserved communities that struggled during the COVID-19 crisis. | Treasury |

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| Financial Stability Oversight Council Releases Report on Digital Asset Financial Stability Risks and Regulation | Press Release Oct. 3, 2022 | The Financial Stability Oversight Council (Council) today released its <i>Report on Digital Asset Financial Stability Risks and Regulation</i> . The Council voted to approve the report in response to Section 6 of President Biden’s Executive Order 14067, “Ensuring Responsible Development of Digital Assets.” | Treasury |

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INDUSTRY PUBLICATIONS

Department of Banking - [Banker Economic and Business Survey](#) - Third Quarter 2022 Results

FDIC - [Quarterly Banking Profile State Tables](#) - October 13, 2022

FRB - [Community Banking Connections](#) - Third Issue, 2022 – Articles include: Technology and Innovation in Community Banking: Opportunities, Challenges, and the Fed; Ransomware Defense: A Discussion with the Regulators; and Requirements for Notifying Primary Federal Regulators About Computer-Security Incidents

FRB Dallas - [Your Texas Economy](#) - An overview of the Texas economy as of September 16, examining job growth, unemployment trends, and the performance of key industry sectors

FRB Kansas City - [Small Business C&I Lending Declines Year-Over-Year](#) (National) - October 4, 2022

FRB Saint Louis - [How the Russia-Ukraine War Helped Fuel Record Fertilizer Prices](#) (National) - October 4, 2022

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| OTHER RESOURCES |
|---|
| Bloomberg Business and Financial News |
| Consumer Financial Protection Bureau (CFPB) |
| The Financial Forecast Center - Discount Rate Information |
| FFIEC Information Technology Handbook InfoBase |
| FFIEC BSA/AML Examination Manual InfoBase |
| Financial Accounting Standards Board (FASB) |
| Financial Action Task Force (FATF) |
| Financial Crimes Enforcement Network (FinCEN) |
| Office of Foreign Assets Control, U.S. Treasury (OFAC) |
| Real Estate Market Reports (Texas A&M RE Center) |
| Simply Stated (CSBS podcast) |
| Temporary Liquidity Guarantee Program |
| Texas Constitution and Statutes |
| The Texas Economy – Texas Comptroller |
| Texas and National Economy – Federal Reserve Bank of Dallas |
| Troubled Asset Relief Program (TARP) |
| Uniform Bank Performance Reports (UBPR) and Users Guide |

SUPERVISORY UPDATE NEWS SUMMARY

ACRONYMS AND ABBREVIATIONS

| ACRONYM/ABBREVIATION | MEANING |
|----------------------|---|
| AML | Anti-Money Laundering |
| ASU | Accounting Standards Update |
| BIS | Bank for International Settlements |
| BSA | Bank Secrecy Act |
| CFR | Code of Federal Regulations |
| CRA | Community Reinvestment Act |
| CRE | Commercial Real Estate |
| CFPB | Consumer Financial Protection Bureau |
| CSBS | Conference of State Bank Supervisors |
| Dodd-Frank Act | The Dodd-Frank Wall Street Reform and Consumer Protection Act |
| DOJ | Department of Justice |
| FASB | Financial Accounting Standards Board |
| FC | Finance Commission of Texas |
| FCA | Farm Credit Administration |
| FDIC | Federal Deposit Insurance Corporation |
| FDIC-OIG | FDIC Office of Inspector General |
| FFIEC | Federal Financial Institutions Examination Council |
| FHA | Federal Housing Authority |

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| ACRONYM/ABBREVIATION | MEANING |
|-----------------------------|---|
| FHFA | Federal Housing Finance Agency |
| FinCEN | Financial Crimes Enforcement Network |
| FRB (or Fed or FR) | Federal Reserve Board or Federal Reserve |
| FTC | Federal Trade Commission |
| HUD | Housing and Urban Development Department |
| NCUA | National Credit Union Association |
| OCC | Office of the Comptroller of the Currency |
| OFAC | Office of Foreign Asset Control |
| OIG | Office of Inspector General |
| SDN | Specially Designated National |
| SEC | Securities and Exchange Commission |
| TDB | Texas Department of Banking |
| TSSB | Texas State Securities Board |
| Treasury | U.S. Department of Treasury |