

**Texas Department of Banking
Testimony**

**Testimony Presented To Texas House Of Representatives Committee On
Appropriations Performance Results And Year 2000 Update For The Texas
Finance Commission**

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Year 2000 Status Report
Texas Finance Commission

Agency Preparedness

The Finance Commission has no automated systems separate from the agencies it oversees (Department of Banking, Savings and Loan Department, and the Office of Consumer Credit Commissioner). Its preparedness is therefore a function of the actions and status of the supervised agencies. The supervised agencies report regularly to the Finance Commission on the status of their individual preparations. To date, no material concerns have arisen.

Preparedness of Regulated Entities

The preparedness of the industries regulated by the Finance Commission is being assessed and rated by the individual agencies named above. The Commission monitors the status of the assessment efforts through regular reports by the agencies.

**Texas Department of Banking
Performance Measure Reporting**

Key Measures Identical in 1996-1997 Biennium & 1998-1999 Biennium

	1996		1997	
	Actual	Targeted	Actual	Targeted
Percentage of Currency Exchange Licensees Examined Annually	100%	80%	100%	80%
Percentage of Bank and Trust Applications Processed Within Statutory Time Periods	95.7%	90%	94.4%	85%
Number of Commercial Bank Examinations Performed	223	280	171	275
Number of Trust Company, Trust Department and EDP Examinations Performed	152	250	143	250
Average Cost per Bank Examination	\$22,251	\$20,115	\$26,036	\$20,113
Number of Special Audits' Licensees Examined	723	880	674	880
Average Direct Cost per Prepaid Funeral Contract Licensee	\$781	\$860	\$860	\$885
Number of Applications Processed	298	375	548	425

All Other Key Measures

	1996		1997	
	Actual	Targeted	Actual	Targeted
Percentage of Banks Receiving Annual Examinations	47.8%	95%	71%	95%
Percentage of Trust Companies Receiving Annual Examinations	70.4%	92%	50.5%	92%
Percentage of Prepaid Funeral Contract Licensees Examined Annually	87.4%	95%	82%	95%
Number of New Examination Procedures Developed and Implemented	23	4	6	4
Number of Leading Indicators Indicated	8	4	0	4
Percentage of Banks on the 12 Month Examination Cycle Receiving Annual Examinations		N/A		N/A
Percentage of Banks on the 18 Month Examination Cycle Receiving Examinations When Due		N/A		N/A

1998	
Actual	Targeted
112%	100%
96.9%	100%
171	185
211	135
\$23,376	\$26,000
673	715
\$873	\$800
427	500

1998	
Actual	Targeted
	N/A
	N/A
	N/A
	N/A
	N/A
	N/A
93.0%	95%
96.6%	95%