



Oklahoma State Banking Department

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Oklahoma Examiners Attend FFIEC Agricultural Lending Seminar

Senior examiners Jon Morphis and Doyle Jones and Examiners Morris Wilson and Garry Groom attended the Federal Financial Institutions Examination Council's Agricultural Lending Seminar held September 16-19, 2014. Other attendees included examiners from the FDIC, the OCC, the Federal Reserve, and numerous states. This timely and informative seminar provided an overview of the agriculture industry and current trends in specific agricultural sectors.

This seminar has assisted our examiners with tools for analyzing agricultural credit and identifying risk to the financial institution. Information provided will equip our examiners with the ability to:

- identify the areas of risk and exposure of the various types of agricultural loans that affect profitability, liquidity and capital;
- identify concepts for the proper loan structure of agricultural loans to minimize risk to financial institutions;
- effectively analyze the cash flow from various agricultural borrowers to determine the borrowers' ability to repay;
- analyze and assess certain current market conditions affecting various types of agricultural loans;
- and identify accounting implications affecting agricultural loans and underwriting practices.

CSBS Holds Technology Seminar and ETS-ALERT Users Conference

The Oklahoma State Banking Department recently sent IT Examiners Mike Kellum, Carter Mathews, and Ashley Wilson and Operations Coordinator Deron Brubaker to the 2014 CSBS Technology Seminar and ETS-ALERT Users Conference. The Technology Seminar focused on network security, mobile devices, the cloud and the impending release of the FDIC's Examination Tools Suite (ETS) software among other IT-related subjects affecting state banking departments around the country.

There were several speakers over the course of the two and a half day seminar, including the acting Chief Information Officer (CIO) for the FDIC, Martin Henning (pictured at right), who spoke about the future of ETS and the general IT landscape. Speakers from Vormetric, Inc., Traina & Associates, and OnX Managed Services addressed IT security and cloud computing.



Two of the Banking Department's attendees, Brubaker and Mathews, serve on the CSBS Technology Committee, while Kellum is a member of the State Examiner Review Team (SERT). SERT includes examiners from several states and works in conjunction with the FDIC in the development of tools to improve the exam process.

At the conclusion of the Technology Seminar, the ETS-ALERT Users Conference began and members of SERT covered in detail the portion of ETS that encompasses loan review. They demonstrated the inner workings from importing a bank's loan information to scoping the loans to identify what the examiner wishes to focus on. Kyle Thomas of CSBS recognized Kellum for his contribution concerning enhancements in the product, particularly in the searching and scoping functionality. The ETS system supports electronic line sheets and scanned images for bringing information forward to subsequent exams.

The Banking Department has been sending representatives to the annual CSBS Technology Conference since 1998.