



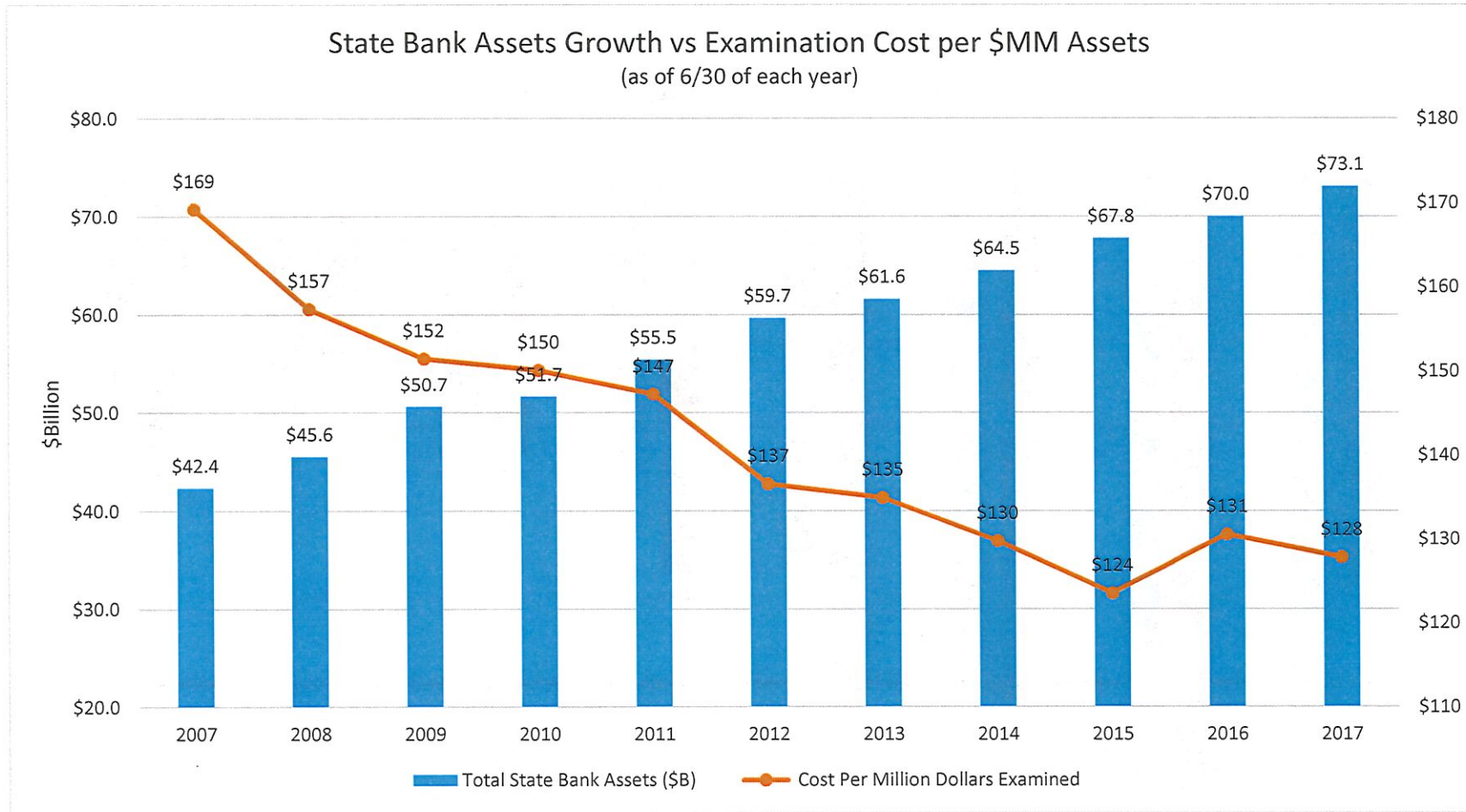
KIM REYNOLDS  
GOVERNOR  
ADAM GREGG  
LT. GOVERNOR

RONALD L. HANSEN  
SUPERINTENDENT

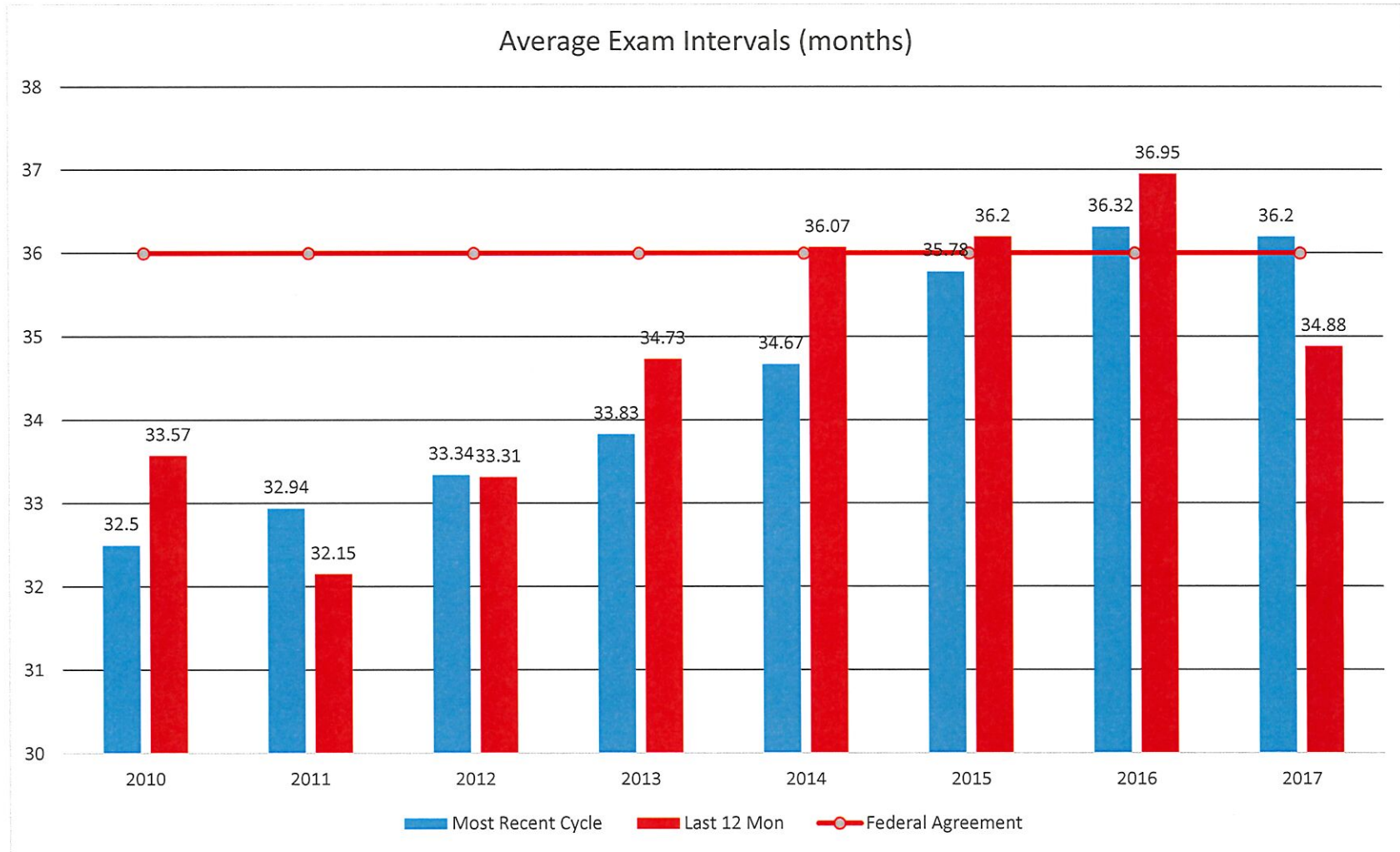
## Iowa Division of Banking FY19 Budget Request Governor's Budget Hearing – November 13, 2017

- **Iowa communities are more successful when they have strong, well run banks.**
  - ✓ Quality bank supervision helps ensure strong banks to provide quality financial services in their communities. Ninety-six percent of Iowa state-chartered banks are in satisfactory condition.
  - ✓ The IDOB is recognized nationally as a leader in state bank financial regulation as demonstrated by the Conference of State Bank Supervisors' accreditation process.
  - ✓ Iowa banks stand ready to assist farmers with credit needs as the agricultural economy remains weak. Because a large number of state-chartered banks have exposure to the agricultural economy, we continue to keep a close eye on how this sector is performing and its impact on banks.
  
- **The IDOB is funded entirely by the entities we supervise, mostly state-chartered banks. We provide cost-effective supervision.**
  
- **Highlights of the IDOB's recent accomplishments**
  - ✓ We are making progress on preparing for retirements discussed in prior years. Five examiners with over 164 years of regulatory experience will have retired by year end with more expected in the near future.
  - ✓ With more new examiners, training is a large focus now as bank examiners require extensive specialized training to be effective.
  - ✓ Our Professional Licensing Bureau implemented a new licensing database, addressing a long term need we have discussed in previous years.
  
- **Supporting the Governor's goal: Training Iowans for the Jobs of Tomorrow**
  - ✓ We support efforts to get young people interested in careers in banking by speaking at colleges, raising awareness of industry succession needs when speaking at industry events, and attending college career fairs.
  - ✓ We helped a team from Iowa State University sign up for the CSBS Community Bank Case Study Competition – a national competition which gives college students an opportunity to learn more about community banking and opens up potential career opportunities. The ISU team finished 2<sup>nd</sup> out of 33 teams.
  - ✓ We anticipate three Iowa colleges will participate in the 2018 Case Study Competition.

## State Bank Total Assets Growth vs Regulatory Costs



## Average Exam Intervals

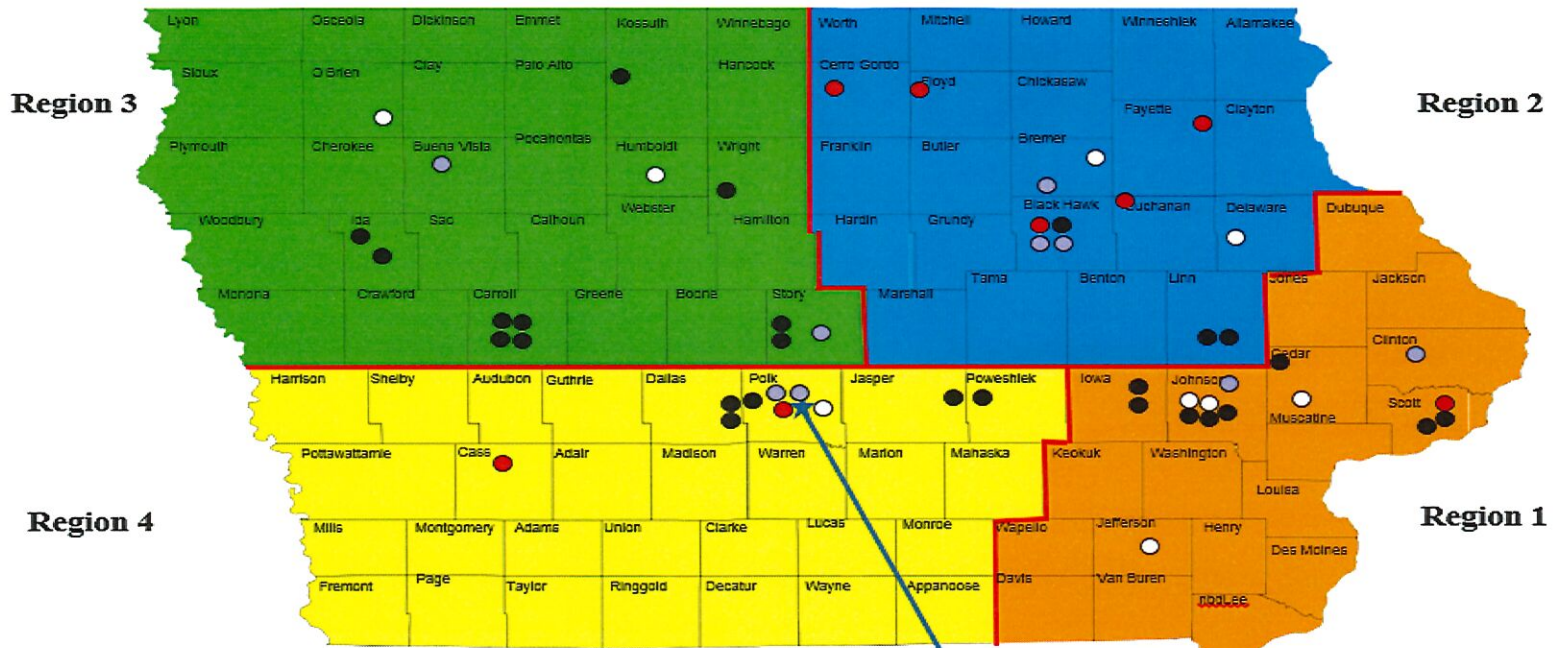




Staff Map with Projected Retirements



Bank Safety and Soundness Employees



<b>Legend:</b>		<u>Projected 1/1/2018</u>	
● (Red)	Eligible to retire within two years	10	18%
● (Black)	Mid-career	28	50%
○ (White)	Trainee – examiner less than three years	9	16%
○ (Blue)	New Employee – (Jan. or June 2018 start date)	9	16%

**Bank Analysts**