



Federal Reserve Bank
of San Francisco

CCBN Directors Roundtable

Regulatory Perspectives

June 7, 2024

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Note: The opinions expressed are those of the presenter, are intended only for informational purposes, and are not formal opinions of, nor binding on, the Federal Reserve Bank of San Francisco or the Federal Reserve Board of Governors.

12th District – Highlights

Q1 Banking Trends:

- + Metrics reflected mixed trends in asset growth
- + Deposits increased, though funding costs remain high
- + Asset quality generally remained satisfactory
- + Regulatory capital ratios improved for most

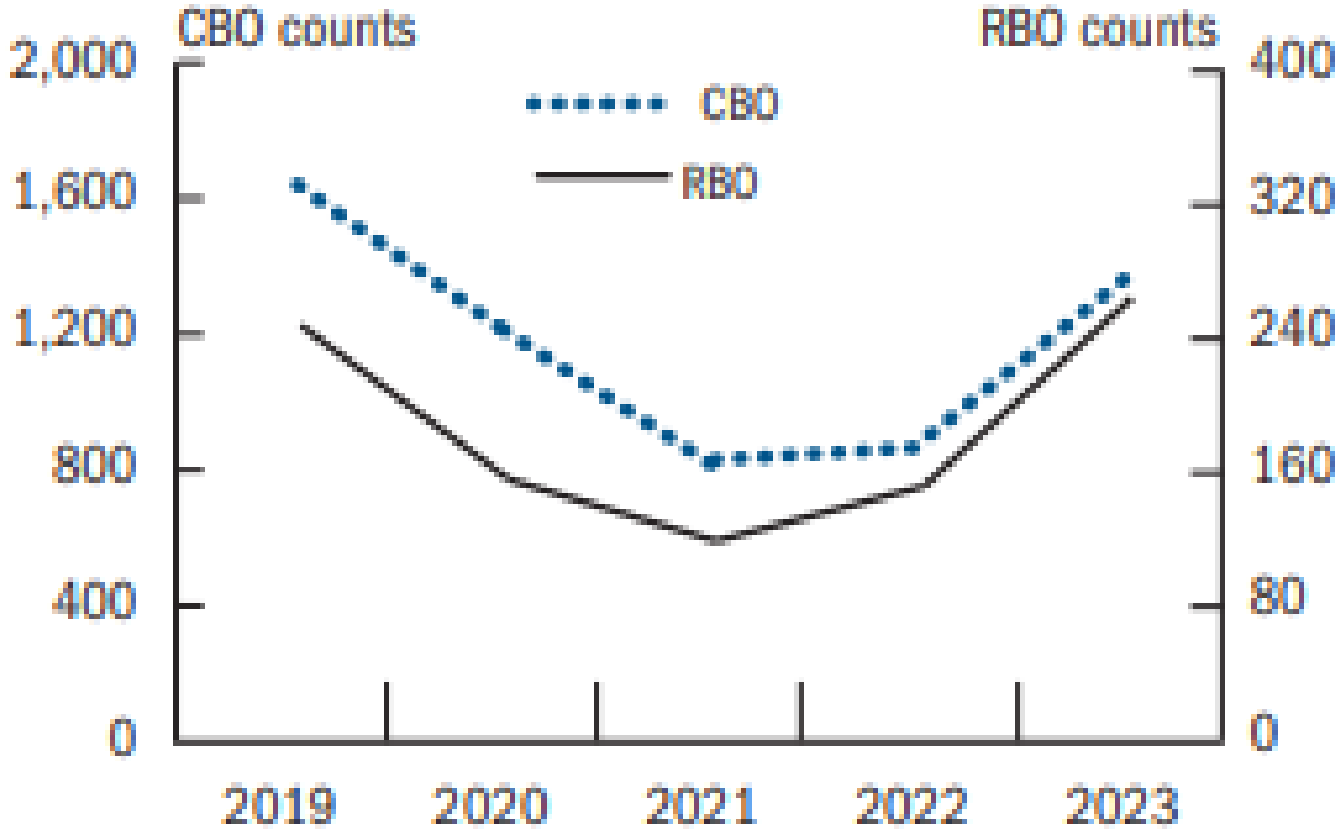
Commercial Real Estate Environment:

- + District banks tend to hold loan portfolios that are concentrated in CRE
- + Trends: office, especially in central business districts, faces the greatest headwinds; multifamily and industrial fundamentals are cooling; retail remains resilient

Top-of-Mind Supervisory Items:

- + Credit risk management, particularly in CRE portfolios
- + Market and liquidity risk positions and risk management
- + Risk management infrastructure remaining commensurate with size/complexity

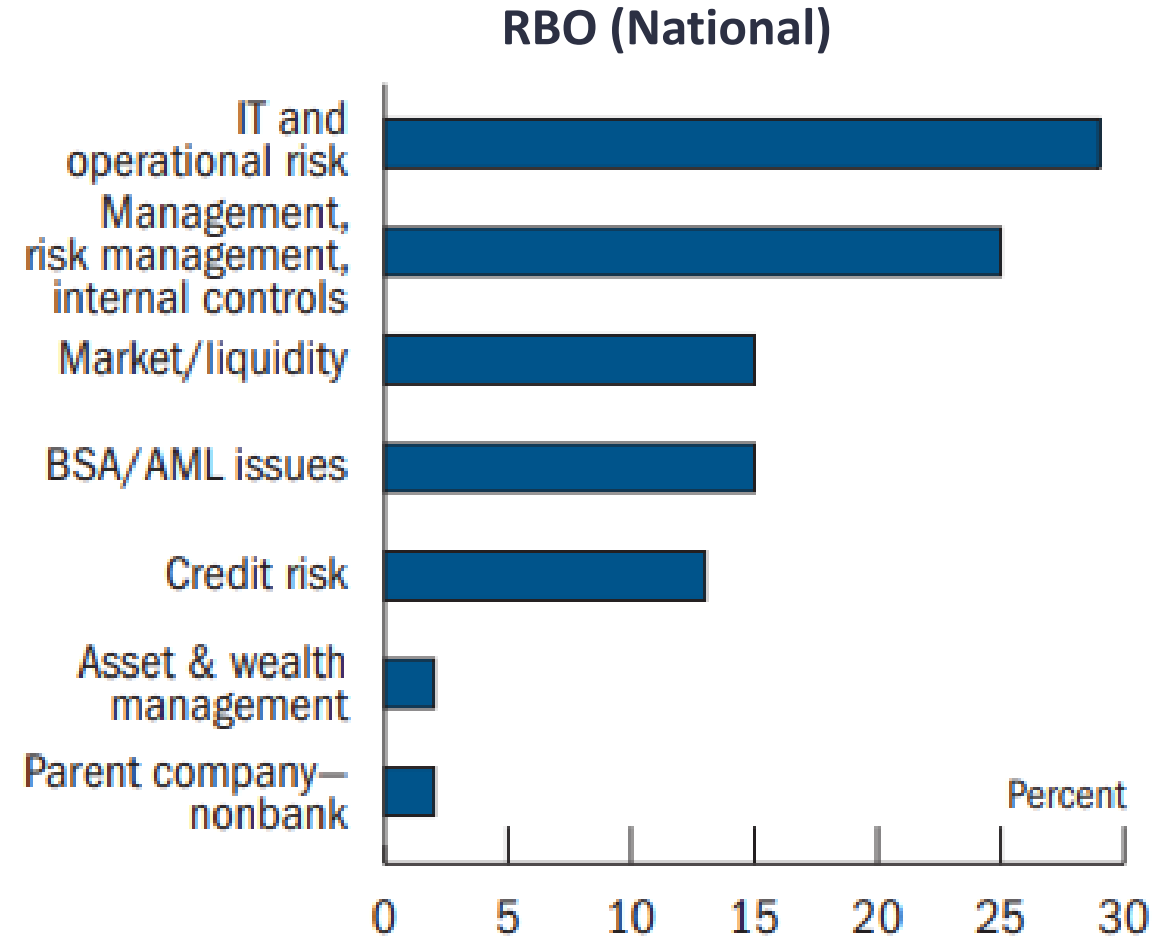
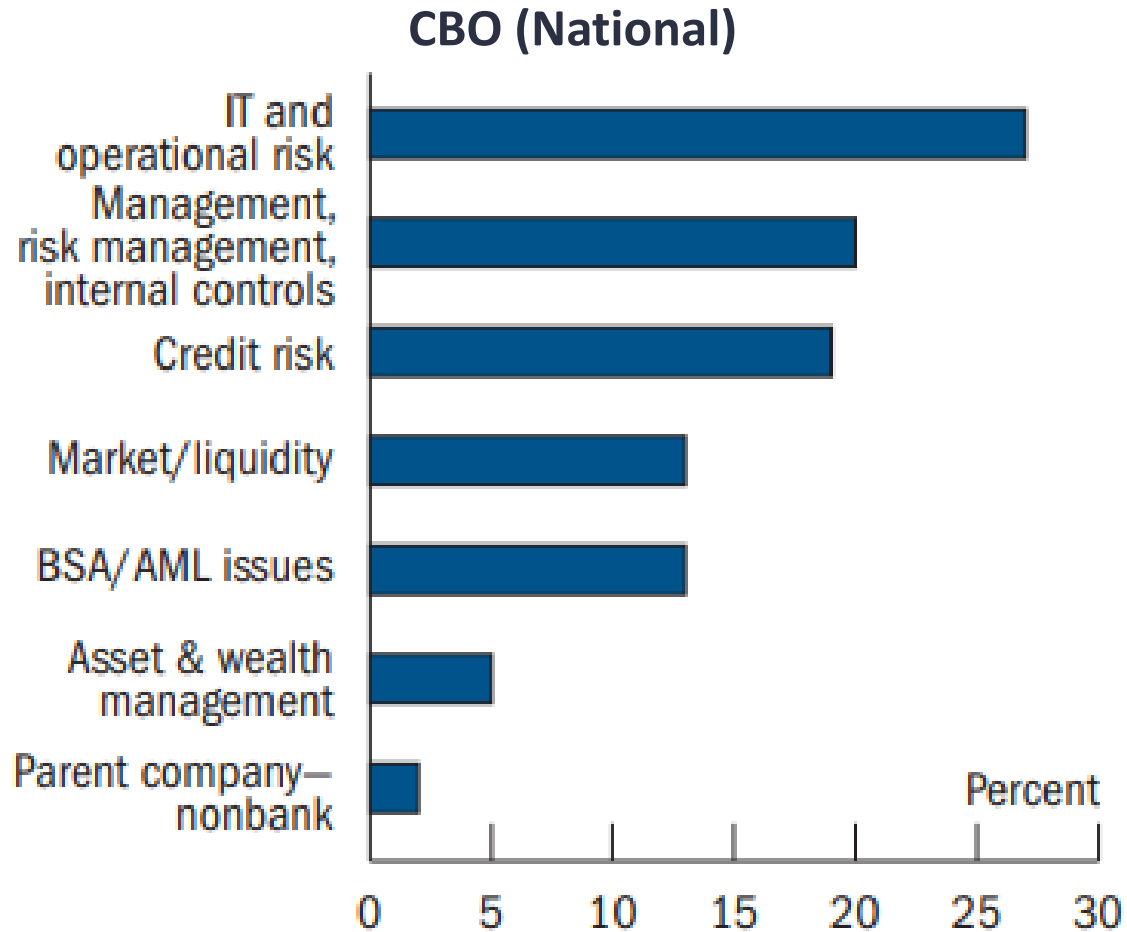
Outstanding Supervisory Findings (National)



Values are as of year-end 2023. The findings count data are subject to revisions as issues are reviewed, updated, and finalized; this could result in a minor historical count fluctuation.

Source: Internal Federal Reserve supervisory databases

Outstanding Supervisory Findings by Category



As of 4Q2024, there were 1,340 total supervisory findings for CBO firms and 262 total supervisory findings for RBO firms.

Source: Internal Federal Reserve supervisory databases.

Resources

- [Discount Window: Pledging Collateral](#)
- [Discount Window: Borrower in Custody Program](#)
- Federal Reserve Press Releases: [Federal Reserve Board - Press Releases](#)
- Federal Reserve Supervision & Regulation Report (posted in May & Nov): [The Fed - Federal Reserve Supervision and Regulation Report](#)
- Federal Reserve Financial Stability Report (posted in May & Nov): [The Fed - Financial Stability Report \(federalreserve.gov\)](#)
- FOMC Meeting Materials: [The Fed - Meeting calendars and information \(federalreserve.gov\)](#)
- SF Fed Speeches and Press Releases: [SF Federal Reserve News | San Francisco Fed \(frbsf.org\)](#)

