San Francisco Region Community Bankers Workshop 2026

Navigating Change

FDIC

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A River Runs Through It

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Rapids Classification

Easy	Class I	Water with riffles and small waves and few obstructions that are easily missed.
Novice	Class II	Straightforward rapids with wide, clear channels. Some maneuvering required. Rocks and medium waves are easily missed.
Intermediate	Class III	Rapids with moderate, irregular waves that are difficult to avoid with tight passages, strong eddies and currents.
Advanced	Class IV	Intense, predictable rapids requiring precise boat handling, with some unavoidable waves and tight passages.
Expert	Class V	Very long or extreme rapids. Drops may contain large, unavoidable waves and tight chutes with complex routes.

ABA Member Predictions for 2026

Positive Expectations:

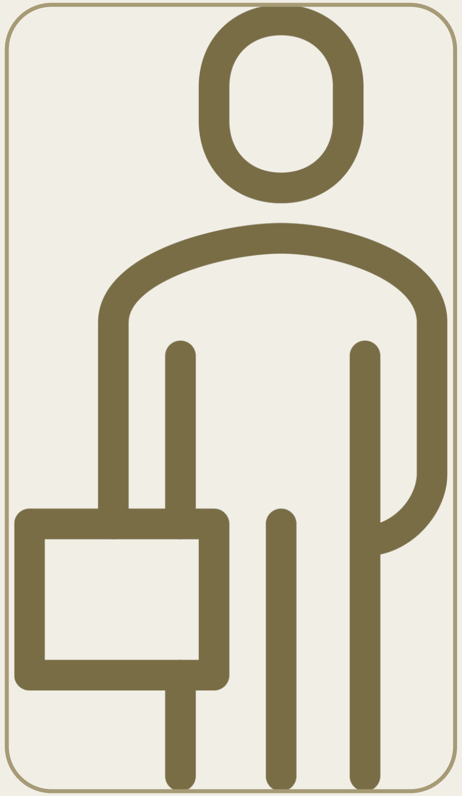
- Stablecoin Legislation
- Reduced Enforcement Actions
- Easing Capital Requirements

Negative Expectations:

- Economic Turmoil
- Cybersecurity
- Fraud
- Competition (Credit Unions, Non-Banks)
- Subprime Credit Portfolios

What are your expectations?

Examination Changes



Risk Management and Consumer Compliance Exams

- Part 305 – Unsafe or Unsound Practices; Matters Requiring Attention
- Streamlined Exam Processes (S&S, IT, AML/CFT)
- Continuous Exam Process (Large Banks)
- Consumer Compliance Exam Frequency
- CAMELS Rating System
- S&S Exam Frequency (Banks up to $6B)

Chairman Hill’s Speeches – Highlights & Initiatives

Modernize supervision & focus on core financial risks

- Issue final rule on unsafe and unsound practices
- Issue proposal to amend UFIRS/CAMELS
- Stand up new Office of Supervisory Appeals
- Reform merger application process
- Streamline applications
- Encourage de novo activity
- Prohibit use of reputational risk in exams

Chairman Hill’s Speeches – Highlights & Initiatives

Support safe and sound innovation

- Monitor developments in digital assets
- Monitor bank-fintech arrangements
- Issue guidance on tokenized deposits
- Issue guidance on artificial intelligence

Implement GENIUS Act rulemakings

Chairman Hill's Speeches – Highlights & Initiatives

Adjust capital and liquidity rules

- Address final Basel III capital standards
- Issue final rule to change CBLR
- Modernize risk-based capital requirements
- Consider changes to Liquidity Coverage Ratio

Modernize implementation of the Bank Secrecy Act

Chairman Hill’s Speeches – Highlights & Initiatives

Maintain a strong consumer protection program and promote economic inclusion

- Finalize CRA rule
- Lower rate of unbanked households
- Explore solutions to payment fraud

Regulatory Proposals/Changes

Crypto	Material Financial Risk	Branch Relocations	Mergers	CBLR
Part 363	Consent Orders	Thresholds	CIP	Reputational Risk
Appeals	SARs	CRA	Failed Bank Sales	Climate
		Streamlined Exams		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