



# The Minnesota Banking Industry

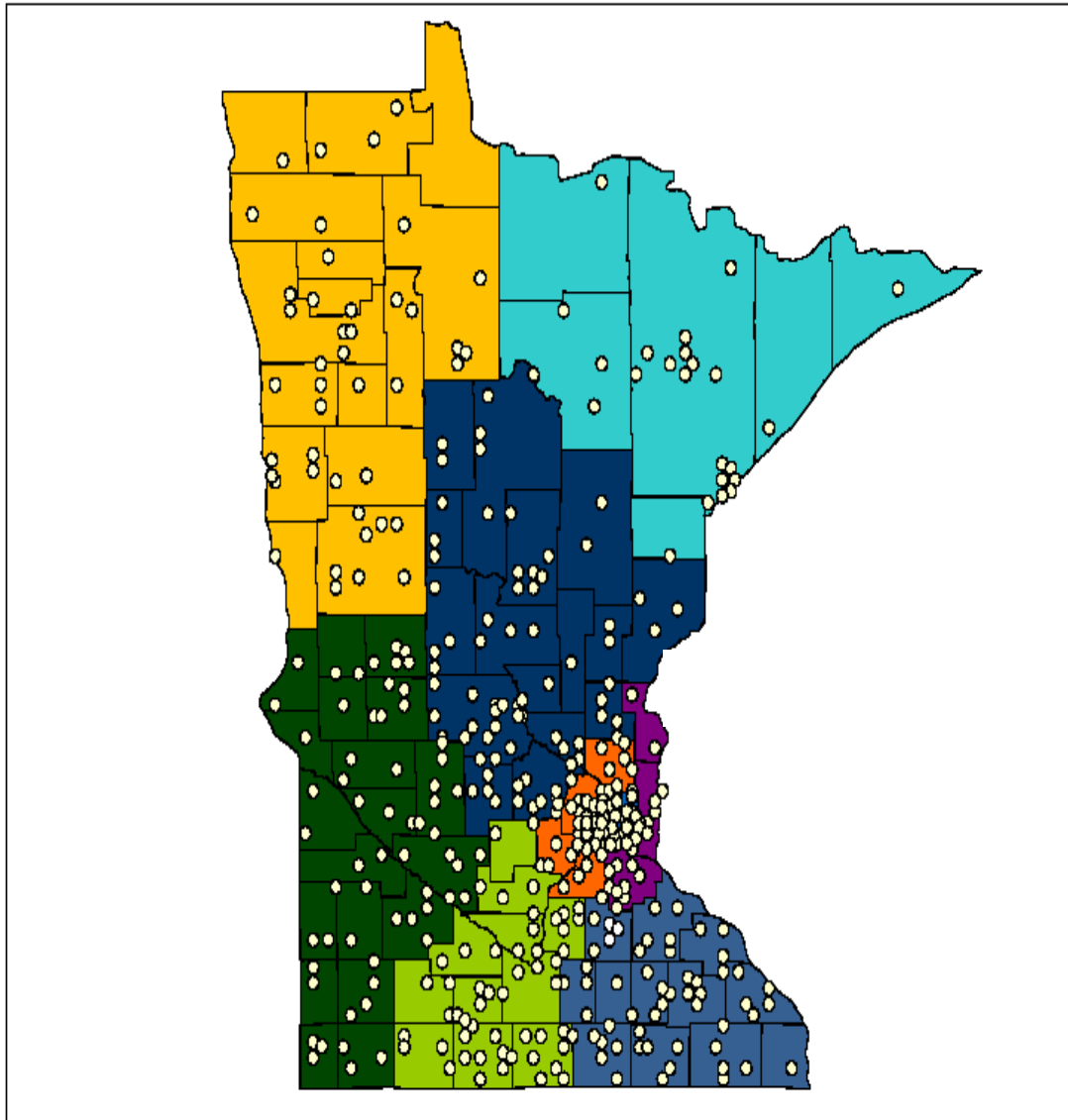
by the

Minnesota Bankers Association

# About the MBA



- Represent ~95% of banks in Minnesota from the largest to the very smallest.
- Focus on improving the banking environment, educating bankers and providing resources to banks.
- Staff of former examiners/lawyers to help banks comply with laws and provide information to legislature.



- 316 banks with a location in MN
- 263 MN banks chartered in MN
- ~50,000 bank employees

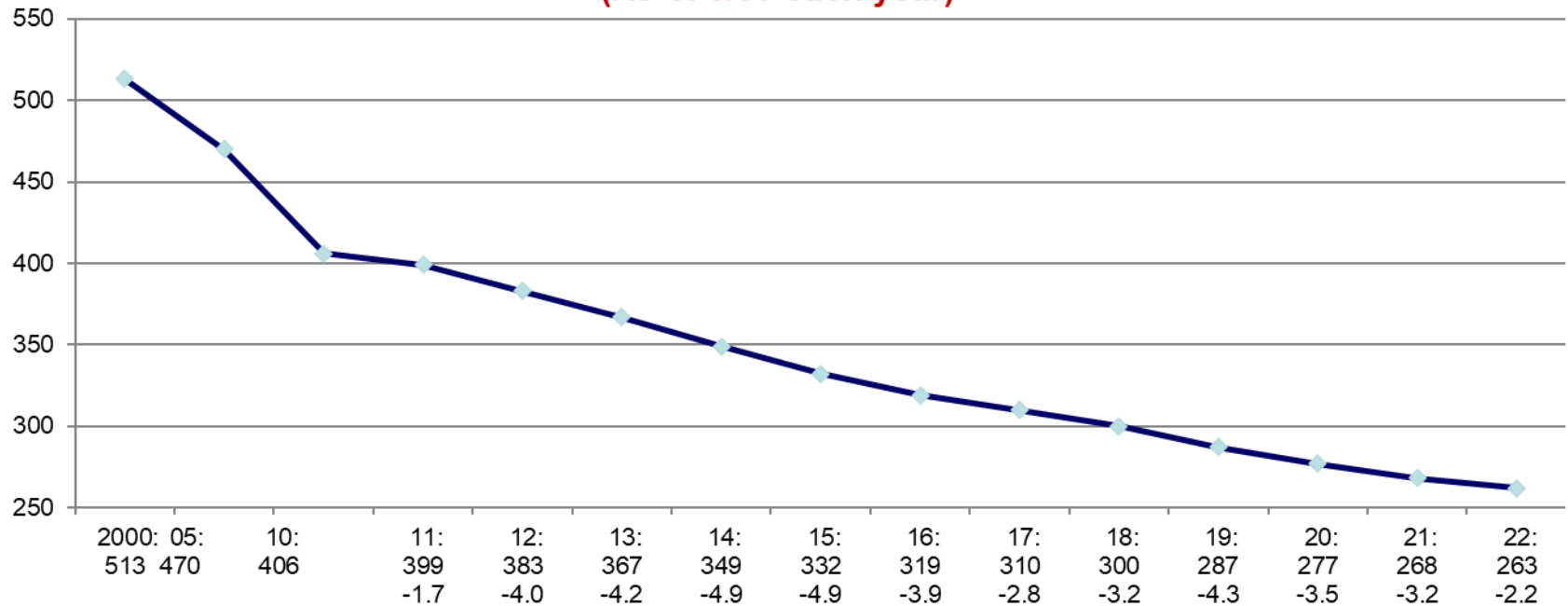


# Minnesota has the 3<sup>rd</sup> Most Banks in the U.S.

1. Texas	392
2. Illinois	381
3. Minnesota	263
4. Iowa	253



## Number of Minnesota Bank Charters (As of 6/30 each year)



# Bank Regulation



- The banking industry is among the most highly regulated industries in the United States
- Call Reports filed quarterly
- Extensive on-site examinations



# Bank Regulation

- Dual banking system: banks are either national or state-chartered banks.
  - 21% national banks or federal savings associations
  - 79% state-chartered banks
- National banks are examined by the OCC
- State-chartered banks are examined by the MN DOC **plus** the FDIC or Federal Reserve
- Banks over \$10 billion in assets are also examined by the CFPB
- Bank Holding Companies are examined by the Federal Reserve

# Bank Exams



- On-site examination at least every 18 months.
- Separate exams for:
  - safety and soundness
  - compliance with consumer protection laws
  - information technology
  - bank holding company



# Consumer Protection Laws in Banking

[Advertising of Membership \(FDIC Part 328\)](#)  
[Community Reinvestment \(FDIC Part 345\)](#)  
[Interagency Questions and Answers Regarding Community Reinvestment  
Community Reinvestment Act](#)  
[Consumer Credit Protection Act](#)  
[Consumer Leasing Act](#)  
[Consumer Protection in Sales of Insurance \(FDIC Part 343\)](#)  
[Deposit Insurance \(FDIC Part 330\)](#)  
[Discriminatory Conduct Under the Fair Housing Act](#)  
[Electronic Fund Transfer Act](#)  
[Equal Credit Opportunity \(FRB Regulation B\)](#)  
[Staff Interpretations](#)  
[Equal Credit Opportunity Act](#)  
[Fair Credit Billing Act](#)  
[Fair Credit Reporting \(FDIC Part 334\)](#)  
[Fair Credit Reporting Act](#)  
[Fair Credit Reporting Act \(FTC Statement of Policy\)](#)  
[Fair Debt Collection Practices Act](#)  
[Fair Housing \(FDIC Part 338\)](#)  
[Fair Housing Act](#)  
[Financial Institutions Reform, Recovery and Enforcement Act of 1989](#)  
[Flood Insurance \(FDIC Part 339\)](#)  
[Flood Disaster Protection Act](#)  
[Home Mortgage Disclosure Act](#)  
[NOW Accounts](#)  
[Preservation of Consumers' Claims and Defenses \(FTC\)](#)  
[Privacy of Consumer Financial Information \(Part 332\)](#)  
[Frequently Asked Questions for the Privacy Regulation](#)  
[Prohibition Against Use of Interstate Branches Primarily for Deposit Production \(FDIC Part 369\)](#)  
[Riegle-Neal Interstate Banking and Branching Efficiency Act](#)  
[Right to Financial Privacy Act](#)  
[Truth in Lending Act \(Consumer Credit Protection Act\)](#)  
[Adjustable Rate Mortgage Caps](#)  
[Truth in Savings Act](#)



# Senior Financial Fraud



- Legislation passed in 2020.
- Allows financial institutions to freeze transactions involving seniors and vulnerable adults that are suspicious.
- Gives financial institutions time to investigate, contact law enforcement, family members, etc.
- Allows customers to appeal a freeze to the Department of Commerce.
- Banks train employees and customers on how to spot financial fraud.
- MBA provides training resources to all MN banks.

# Thank You!



The Minnesota Bankers Association is always happy to address any questions or concerns.

Tess Rice                      612-730-3760

Therese Kuvaas              612-619-1583