

FDIC Advisory Committee on Community Banking

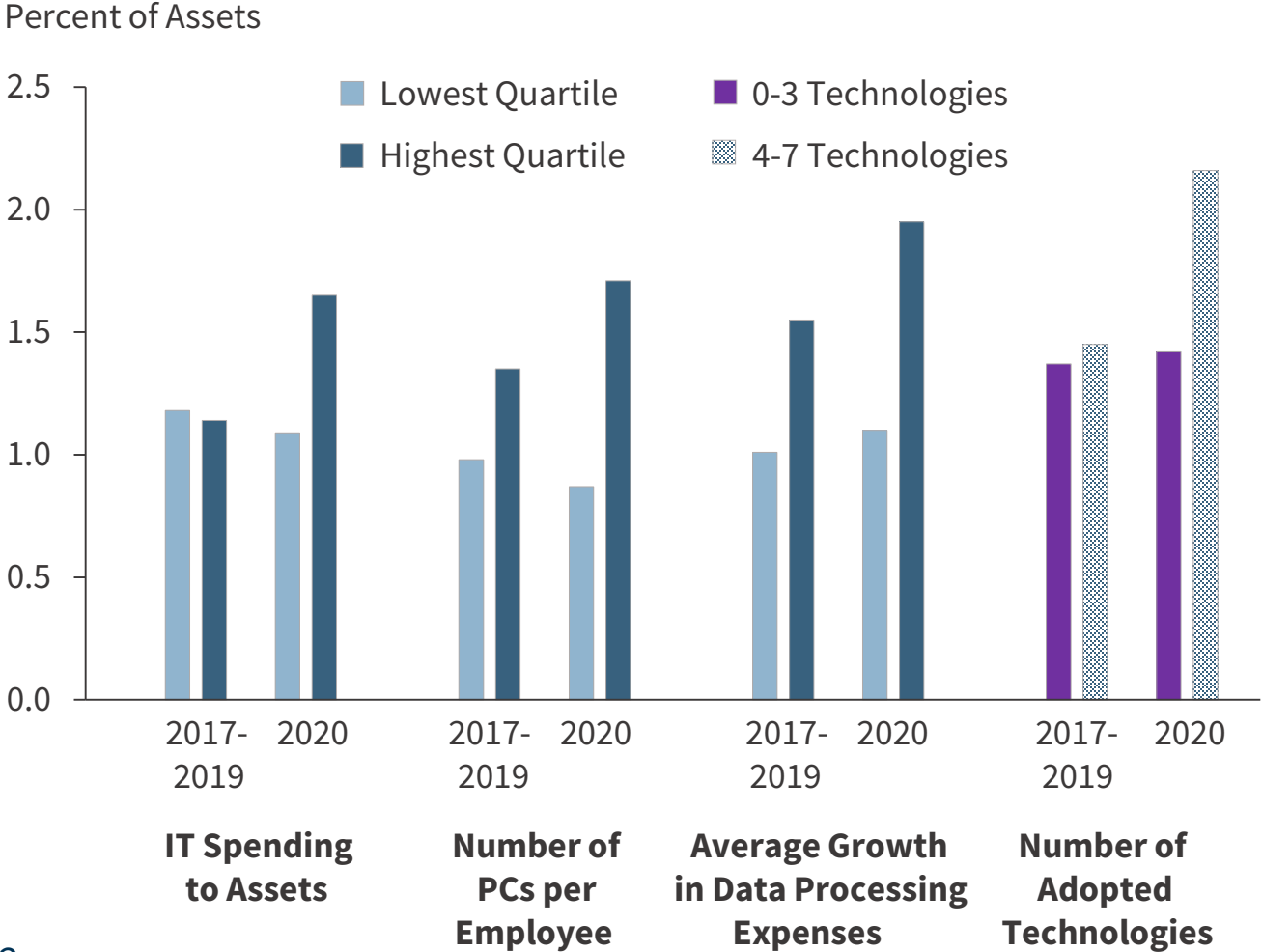
November 3, 2021

Community Bank Research



The Importance of Technology Investments for Community Bank Lending and Deposit Taking During the Pandemic

Median Average Loan Growth by Previous Technology Investment



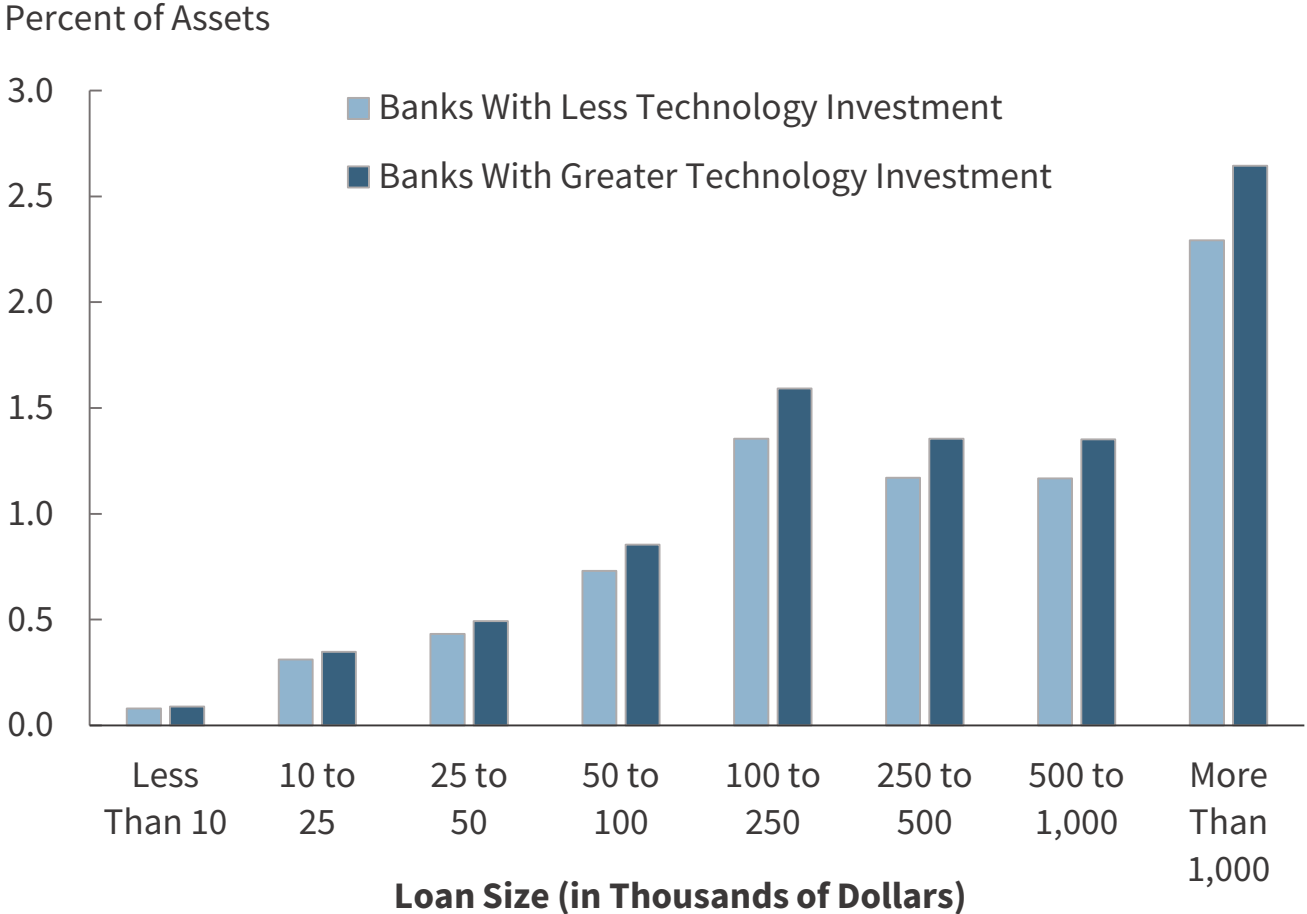
Key Question: Did prior technology investment help community banks lend and take deposits during the pandemic?

Key Finding:

Community banks that invested more in technology generally reported faster loan growth in 2020 than did banks with less investment.

The Importance of Technology Investments for Community Bank Lending and Deposit Taking During the Pandemic

Average PPP Loan Volume as a Share of Assets by Loan Size



Key Finding:

Community banks with greater technology investment, on average, originated a greater share of PPP loans regardless of loan size, origination date, or borrower distance from the nearest bank branch.