FDIC State Profile

Arizona

First Quarter 2025

ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

Employment Growth Rates (% change from year ago, unless noted)		Q1-25	Q4-24	Q1-24	2024	2023
Total Nonfarm (share of trailing four quarter employment in parentheses)		-0.5%	0.8%	3.1%	1.3%	2.8%
Manufacturing	(6%)	-1.8%	0.2%	1.1%	0.1%	1.3%
Other (non-manufacturing) Goods-Producing	(7%)	-2.2%	3.9%	10.7%	5.4%	8.6%
Private Service-Providing	(73%)	-0.2%	0.5%	2.4%	0.9%	2.3%
Government	(14%)	-0.4%	1.1%	3.7%	1.7%	3.0%
Unemployment Rate (% of labor force, seasonally adjusted)		4.0%	3.9%	3.4%	3.6%	3.7%

Other Indicators (% change of 4-qtr moving total, unless noted)	Q1-25	Q4-24	Q1-24	2024	2023
Single-Family Home Permits	3.0%	20.9%	27.7%	20.9%	-8.2%
Multifamily Building Permits	-30.7%	-27.1%	-15.1%	-27.1%	-1.3%
Home Price Index (change from year ago)	2.7%	3.3%	5.6%	4.7%	1.6%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	1.48	1.26	1.44	1.24

BANKING TRENDS

General Information	Q1-25	Q4-24	Q1-24	2024	2023
Institutions (#)	14	14	13	14	14
Total Assets (in millions)	$197,854	$194,066	$80,879	$194,066	$74,777
New Institutions (# < 3 years)	3	4	4	4	4
Subchapter S Institutions (#)	0	0	0	0	0

Asset Quality	Q1-25	Q4-24	Q1-24	2024	2023
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.77	0.78	0.22	0.78	0.28
Noncurrent Loans / Total Loans (median %)	0.65	0.56	0.22	0.56	0.05
Loan and Lease Allowance / Total Loans (median %)	1.12	1.15	1.16	1.15	1.16
Loan and Lease Allowance / Noncurrent Loans (median multiple)	1.28	1.47	1.74	1.47	2.32
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.00	0.08	0.00	0.08	0.00

Capital / Earnings (year-to-date annualized, unless noted)	Q1-25	Q4-24	Q1-24	2024	2023
Tier 1 Leverage (median %, end of period)	12.17	11.98	12.49	11.98	12.26
Return on Assets (median %)	0.52	0.15	0.29	0.15	0.76
Pretax Return on Assets (median %)	0.68	0.20	0.38	0.20	0.96
Net Interest Margin (median %)	3.78	3.82	3.70	3.82	3.86
Yield on Earning Assets (median %)	5.74	5.76	5.88	5.76	5.49
Cost of Funding Earning Assets (median %)	1.98	2.07	2.22	2.07	1.44
Provisions to Avg. Assets (median %)	0.02	0.23	0.08	0.23	0.06
Noninterest Income to Avg. Assets (median %)	0.30	0.38	0.31	0.38	0.24
Overhead to Avg. Assets (median %)	3.03	3.56	3.17	3.56	2.92

Liquidity / Sensitivity	Q1-25	Q4-24	Q1-24	2024	2023
Net Loans to Assets (median %)	71.20	71.54	68.20	71.54	66.54
Noncore Funding to Assets (median %)	11.39	9.48	7.88	9.48	11.73
Long-term Assets to Assets (median %, call filers)	29.49	32.73	33.55	32.73	35.27
Brokered Deposits (number of institutions)	9	8	5	8	5
Brokered Deposits to Assets (median % for those above)	2.70	1.86	2.73	1.86	3.37

Loan Concentrations

(median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)	Q1-25	Q4-24	Q1-24	2024	2023
Commercial and Industrial	105	105	104	105	94
Commercial Real Estate	278	266	265	266	268
Construction & Development	33	24	22	24	22
Multifamily Residential Real Estate	11	8	7	8	8
Nonresidential Real Estate	224	219	221	219	226
Residential Real Estate	54	54	40	54	39
Consumer	1	3	0	3	1
Agriculture	0	0	0	0	0

BANKING PROFILE

Largest Deposit Markets (from 2024 Summary of Deposits)	Institutions in Market	
Phoenix-Mesa-Chandler, AZ	60	$171,905
Tucson, AZ	18	$19,193
Prescott Valley-Prescott, AZ	12	$5,631
Lake Havasu City-Kingman, AZ	9	$4,214
Yuma, AZ	7	$2,928

Asset Distribution	Institutions	
< $100 million	3	(21.4%)
$100 million to $250 million	4	(28.6%)
$250 million to $1 billion	5	(35.7%)
$1 billion to $10 billion	0	(0.0%)
$10 billion	2	(14.3%)