

# FDIC State Profile

Tennessee

## Second Quarter 2021

### ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

<b>Employment Growth Rates (% change from year ago, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Total Nonfarm (share of trailing four quarter employment in parentheses)	7.7%	-3.3%	-8.6%	-4.0%	1.8%
Manufacturing (11%)	12.5%	-2.0%	-13.7%	-5.7%	1.3%
Other (non-manufacturing) Goods-Producing (4%)	0.3%	-1.8%	-2.2%	-0.8%	4.3%
Private Service-Providing (70%)	8.7%	-3.6%	-9.6%	-4.5%	2.0%
Government (14%)	1.8%	-3.5%	-1.7%	-1.2%	0.4%
Unemployment Rate (% of labor force, seasonally adjusted)	5.0%	5.0%	11.6%	7.5%	3.4%
<b>Other Indicators (% change of 4-qtr moving total, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Single-Family Home Permits	23.6%	13.5%	10.9%	13.1%	3.7%
Multifamily Building Permits	48.1%	46.2%	9.4%	25.2%	14.3%
Home Price Index (change from year ago)	13.4%	8.3%	5.4%	6.3%	5.7%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	2.25	2.33	2.48	3.10	4.88

### BANKING TRENDS

<b>General Information</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Institutions (#)	131	131	136	132	139
Total Assets (in millions)	211,726	209,812	162,622	202,703	142,796
New Institutions (# < 3 years)	1	2	2	1	2
Subchapter S Institutions (#)	28	28	32	30	32

<b>Asset Quality</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.83	0.96	1.05	1.17	1.23
Noncurrent Loans / Total Loans (median %)	0.38	0.38	0.55	0.47	0.58
Loan and Lease Allowance / Total Loans (median %)	1.27	1.27	1.17	1.25	1.15
Loan and Lease Allowance / Noncurrent Loans (median multiple)	3.32	2.84	2.17	2.40	1.76
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.00	0.00	0.03	0.04	0.05

<b>Capital / Earnings (year-to-date annualized, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Tier 1 Leverage (median %, end of period)	9.79	9.96	10.20	10.06	10.87
Return on Assets (median %)	1.13	1.15	0.94	0.94	1.09
Pretax Return on Assets (median %)	1.40	1.39	1.12	1.17	1.30
Net Interest Margin (median %)	3.46	3.40	3.69	3.57	3.88
Yield on Earning Assets (median %)	3.89	3.93	4.54	4.35	4.89
Cost of Funding Earning Assets (median %)	0.38	0.42	0.80	0.69	1.00
Provisions to Avg. Assets (median %)	0.05	0.05	0.13	0.15	0.06
Noninterest Income to Avg. Assets (median %)	0.62	0.58	0.61	0.56	0.57
Overhead to Avg. Assets (median %)	2.55	2.58	2.83	2.75	2.97

<b>Liquidity/Sensitivity</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Net Loans to Assets (median %)	63.41	63.32	68.74	66.19	71.08
Noncore Funding to Assets (median %)	7.59	7.69	9.81	8.62	10.59
Long-term Assets to Assets (median %, call filers)	32.00	29.21	26.84	29.49	27.34
Brokered Deposits (number of institutions)	49	49	57	53	58
Brokered Deposits to Assets (median % for those above)	2.91	3.06	3.30	3.11	5.20

<b>Loan Concentrations (median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Commercial and Industrial	72	79	90	76	60
Commercial Real Estate	238	237	245	247	252
Construction & Development	60	60	62	60	65
Multifamily Residential Real Estate	11	10	9	12	10
Nonresidential Real Estate	149	160	159	160	161
Residential Real Estate	169	176	180	187	184
Consumer	20	20	23	21	22
Agriculture	12	13	16	15	17

### BANKING PROFILE

<b>Largest Deposit Markets (from 2021 Summary of Deposits)</b>	<b>Institutions in Market</b>	<b>Deposits (\$ millions)</b>	<b>Asset Distribution</b>	<b>Institutions</b>
Nashville-Davidson--Murfreesboro--Franklin, TN	63	89,155	< \$100 million	11 (8.4%)
Memphis, TN-MS-AR	51	40,835	\$100 million to \$250 million	37 (28.2%)
Knoxville, TN	42	23,792	\$250 million to \$1 billion	58 (44.3%)
Chattanooga, TN-GA	27	13,864	\$1 billion to \$10 billion	22 (16.8%)
Clarksville, TN-KY	16	5,304	> \$10 billion	3 (2.3%)