

# FDIC State Profile

North Dakota

## Third Quarter 2023

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

#### Employment Growth Rates (% change from year ago, unless noted)

	Q3-23	Q2-23	Q3-22	2022	2021
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.0%	2.2%	2.6%	2.5%	1.1%
Manufacturing (6%)	0.4%	0.2%	4.4%	4.0%	2.4%
Other (non-manufacturing) Goods-Producing (10%)	3.0%	7.0%	7.0%	7.5%	-4.9%
Private Service-Providing (64%)	1.9%	2.1%	2.3%	2.0%	1.6%
Government (19%)	2.4%	0.9%	0.4%	1.0%	2.1%
Unemployment Rate (% of labor force, seasonally adjusted)	1.9%	2.1%	2.0%	2.1%	3.1%

#### Other Indicators (% change of 4-qtr moving total, unless noted)

	Q3-23	Q2-23	Q3-22	2022	2021
Single-Family Home Permits	-25.7%	-14.4%	-2.7%	-3.6%	-2.9%
Multifamily Building Permits	36.4%	34.8%	0.9%	27.5%	-11.2%
Home Price Index (change from year ago)	4.7%	4.4%	10.6%	10.6%	6.3%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	0.57	0.56	0.51	0.66

### BANKING TRENDS

#### General Information

	Q3-23	Q2-23	Q3-22	2022	2021
Institutions (#)	64	64	64	64	67
Total Assets (in millions)	56,007	54,897	50,044	52,563	47,292
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions (#)	44	44	44	44	45

#### Asset Quality

	Q3-23	Q2-23	Q3-22	2022	2021
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.57	0.65	0.45	0.51	0.42
Noncurrent Loans / Total Loans (median %)	0.25	0.23	0.26	0.17	0.16
Loan and Lease Allowance / Total Loans (median %)	1.21	1.24	1.25	1.20	1.32
Loan and Lease Allowance / Noncurrent Loans (median multiple)	3.54	3.94	3.51	3.98	3.89
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.00	0.00	0.00	0.00	0.01

#### Capital / Earnings (year-to-date annualized, unless noted)

	Q3-23	Q2-23	Q3-22	2022	2021
Tier 1 Leverage (median %, end of period)	9.85	9.77	9.65	9.71	9.22
Return on Assets (median %)	1.19	1.24	1.08	1.11	1.19
Pretax Return on Assets (median %)	1.25	1.33	1.10	1.21	1.25
Net Interest Margin (median %)	3.43	3.49	3.18	3.32	3.27
Yield on Earning Assets (median %)	4.66	4.47	3.46	3.60	3.55
Cost of Funding Earning Assets (median %)	1.15	0.95	0.27	0.36	0.33
Provisions to Avg. Assets (median %)	0.00	0.00	0.00	0.00	0.02
Noninterest Income to Avg. Assets (median %)	0.31	0.31	0.28	0.30	0.36
Overhead to Avg. Assets (median %)	2.27	2.27	2.12	2.19	2.25

#### Liquidity/Sensitivity

	Q3-23	Q2-23	Q3-22	2022	2021
Net Loans to Assets (median %)	64.78	65.57	61.97	62.09	57.07
Noncore Funding to Assets (median %)	12.63	9.23	4.80	5.57	3.81
Long-term Assets to Assets (median %, call filers)	23.07	25.34	25.88	26.51	24.02
Brokered Deposits (number of institutions)	31	26	24	25	21
Brokered Deposits to Assets (median % for those above)	4.88	3.03	2.16	2.15	2.01

#### Loan Concentrations

##### (median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)

	Q3-23	Q2-23	Q3-22	2022	2021
Commercial and Industrial	70	70	68	69	59
Commercial Real Estate	94	80	81	79	84
Construction & Development	9	8	9	9	8
Multifamily Residential Real Estate	7	7	8	8	7
Nonresidential Real Estate	73	63	62	67	58
Residential Real Estate	51	52	49	53	49
Consumer	20	22	20	20	20
Agriculture	280	260	259	269	272

### BANKING PROFILE

#### Largest Deposit Markets (from 2023 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Fargo, ND-MN	32	13,008	< \$100 million	16 (25%)
Bismarck, ND	18	5,720	\$100 million to \$250 million	16 (25%)
Grand Forks, ND-MN	20	3,781	\$250 million to \$1 billion	21 (32.8%)
			\$1 billion to \$10 billion	10 (15.6%)
			> \$10 billion	1 (1.6%)