



State Profile

Minnesota

Second Quarter 2017

ECONOMIC INDICATORS

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

	Q2-17	Q1-17	Q2-16	2016	2015
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.0%	1.5%	1.2%	1.4%	1.5%
Manufacturing (11%)	0.5%	-0.2%	0.1%	0.1%	1.7%
Other (non-manufacturing) Goods-Producing (4%)	4.6%	5.6%	0.5%	0.2%	6.4%
Private Service-Providing (70%)	2.2%	1.7%	1.6%	1.7%	1.6%
Government (15%)	1.1%	0.9%	0.6%	1.2%	-0.4%
Unemployment Rate (% of labor force)	3.7%	3.9%	3.9%	3.9%	3.8%

Other Indicators (change from year ago, unless noted)

	Q2-17	Q1-17	Q2-16	2016	2015
Single-Family Home Permits	4.5%	19.2%	14.7%	11.3%	18.2%
Multifamily Building Permits	27.0%	166.5%	-16.6%	24.1%	22.8%
Home Price Index	7.1%	5.9%	5.3%	5.1%	4.2%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.86	1.71	1.79	1.68	1.88

BANKING TRENDS

General Information

	Q2-17	Q1-17	Q2-16	2016	2015
Institutions (#)	311	312	320	311	326
Total Assets (in millions)	74,197	72,829	70,390	72,300	71,395
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions	225	226	231	224	229

Asset Quality

	Q2-17	Q1-17	Q2-16	2016	2015
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.07	1.24	1.35	1.16	1.48
Noncurrent Loans / Total Loans (median %)	0.65	0.64	0.71	0.59	0.69
ALLL/Total Loans (median %)	1.27	1.29	1.29	1.25	1.26
ALLL/Noncurrent Loans (median multiple)	1.63	1.58	1.68	1.82	1.66
Net Loan Losses / Total Loans (median %)	0.00	0.00	0.00	0.05	0.04

Capital / Earnings

	Q2-17	Q1-17	Q2-16	2016	2015
Tier 1 Leverage (median %)	10.21	10.16	10.21	10.16	10.05
Return on Assets (median %)	1.10	1.02	1.11	1.06	1.01
Pretax Return on Assets (median %)	1.23	1.10	1.23	1.16	1.11
Net Interest Margin (median %)	3.84	3.71	3.82	3.80	3.75
Yield on Earning Assets (median %)	4.22	4.07	4.24	4.21	4.16
Cost of Funding Earning Assets (median %)	0.38	0.34	0.35	0.35	0.34
Provisions to Avg. Assets (median %)	0.03	0.03	0.02	0.05	0.05
Noninterest Income to Avg. Assets (median %)	0.42	0.41	0.41	0.43	0.43
Overhead to Avg. Assets (median %)	2.73	2.71	2.82	2.80	2.83

Liquidity/Sensitivity

	Q2-17	Q1-17	Q2-16	2016	2015
Net Loans to Assets (median %)	68.09	66.34	67.42	65.87	64.66
Noncore Funding to Assets (median %)	6.28	5.86	6.04	5.69	5.94
Long-term Assets to Assets (median %, call filers)	19.79	20.04	19.58	20.23	19.37
Brokered Deposits (number of institutions)	115	116	118	113	119
Brokered Deposits to Assets (median % for those above)	5.21	4.89	4.61	3.95	4.17

Loan Concentrations (median % of Qualifying Total Capital)

	Q2-17	Q1-17	Q2-16	2016	2015
Commercial and Industrial	81.29	77.67	82.20	76.21	79.69
Commercial Real Estate	154.84	147.80	141.32	145.21	147.08
Construction & Development	19.15	19.10	17.55	20.10	17.30
Multifamily Residential Real Estate	6.79	6.46	5.93	6.58	5.85
Nonresidential Real Estate	111.06	112.21	113.40	111.64	110.23
Residential Real Estate	122.72	124.02	125.46	127.04	125.94
Consumer	21.85	20.74	21.21	20.87	21.08
Agriculture	85.88	81.33	84.15	84.36	84.16

BANKING PROFILE

Largest Deposit Markets (from 2016 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Minneapolis-St. Paul-Bloomington, MN-WI	154	178,957	< \$100 million	147 (47.3%)
Fargo, ND-MN	28	7,156	\$100 million to \$250 million	97 (31.2%)
Rochester, MN	35	5,146	\$250 million to \$1 billion	58 (18.6%)
St. Cloud, MN	32	4,777	\$1 billion to \$10 billion	8 (2.6%)
Duluth, MN-WI	30	4,219	> \$10 billion	1 (0.3%)