



# State Profile

Vermont

## 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) | 0.5%  | 1.2%  | 0.0%  | 0.3%  | 0.8%  |
| Manufacturing (9%)   | -4.1% | -5.2% | -3.0% | -3.2% | -1.1% |
| Other (non-manufacturing) Goods-Producing (5%)                           | -1.4% | 2.2%  | 1.9%  | 0.9%  | 2.7%  |
| Private Service-Providing (68%)  | 1.3%  | 2.3%  | 0.4%  | 0.8%  | 1.2%  |
| Government (18%)   | 0.5%  | 0.5%  | -0.5% | 0.2%  | -0.2% |
| Unemployment Rate (% of labor force)                                     | 3.2%  | 3.0%  | 3.3%  | 3.3%  | 3.6%  |

#### Other Indicators (change from year ago, unless noted)

|   | Q2-17  | Q1-17 | Q2-16 | 2016   | 2015  |
|---|--------|-------|-------|--------|-------|
| Single-Family Home Permits  | -21.6% | 57.1% | 25.2% | 10.2%  | 36.2% |
| Multifamily Building Permits  | -17.3% | 37.8% | 46.4% | -21.4% | 51.4% |
| Home Price Index  | 1.8%   | 3.2%  | 1.7%  | 1.4%   | 2.0%  |
| Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level) | 0.96   | 0.70  | 0.92  | 0.83   | 1.00  |

### BANKING TRENDS

#### General Information

|                                | Q2-17 | Q1-17 | Q2-16 | 2016  | 2015  |
|--------------------------------|-------|-------|-------|-------|-------|
| Institutions (#)               | 11    | 12    | 12    | 12    | 12    |
| Total Assets (in millions)     | 4,814 | 6,806 | 6,476 | 6,844 | 6,543 |
| New Institutions (# < 3 years) | 0     | 0     | 0     | 0     | 0     |
| Subchapter S Institutions      | 0     | 0     | 0     | 0     | 0     |

#### Asset Quality

|  | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|--|-------|-------|-------|------|------|
| Past-Due and Nonaccrual Loans / Total Loans (median %) | 1.86  | 1.96  | 1.19  | 1.81 | 1.75 |
| Noncurrent Loans / Total Loans (median %)              | 0.78  | 0.78  | 0.81  | 0.83 | 1.08 |
| ALLL/Total Loans (median %)                            | 1.07  | 1.09  | 1.08  | 1.10 | 1.08 |
| ALLL/Noncurrent Loans (median multiple)                | 1.31  | 1.37  | 1.49  | 1.33 | 1.02 |
| Net Loan Losses / Total Loans (median %)               | 0.05  | 0.01  | 0.01  | 0.04 | 0.09 |

#### Capital / Earnings

|  | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|--|-------|-------|-------|------|------|
| Tier 1 Leverage (median %)                   | 8.93  | 8.83  | 9.12  | 8.89 | 8.95 |
| Return on Assets (median %)                  | 0.65  | 0.62  | 0.63  | 0.72 | 0.55 |
| Pretax Return on Assets (median %)           | 0.91  | 0.86  | 0.89  | 0.98 | 0.75 |
| Net Interest Margin (median %)               | 3.43  | 3.31  | 3.43  | 3.36 | 3.44 |
| Yield on Earning Assets (median %)           | 3.95  | 3.90  | 3.98  | 3.94 | 3.98 |
| Cost of Funding Earning Assets (median %)    | 0.42  | 0.38  | 0.38  | 0.37 | 0.36 |
| Provisions to Avg. Assets (median %)         | 0.05  | 0.06  | 0.08  | 0.06 | 0.10 |
| Noninterest Income to Avg. Assets (median %) | 0.86  | 0.86  | 0.90  | 0.91 | 0.86 |
| Overhead to Avg. Assets (median %)           | 3.43  | 3.27  | 3.38  | 3.38 | 3.47 |

#### Liquidity/Sensitivity

|  | Q2-17 | Q1-17 | Q2-16 | 2016  | 2015  |
|--|-------|-------|-------|-------|-------|
| Net Loans to Assets (median %)                         | 76.94 | 75.22 | 75.28 | 75.17 | 72.18 |
| Noncore Funding to Assets (median %)                   | 12.84 | 13.67 | 13.77 | 16.24 | 12.64 |
| Long-term Assets to Assets (median %, call filers)     | 46.65 | 49.43 | 49.19 | 48.45 | 48.67 |
| Brokered Deposits (number of institutions)             | 9     | 9     | 10    | 9     | 9     |
| Brokered Deposits to Assets (median % for those above) | 4.56  | 4.66  | 3.00  | 4.66  | 3.33  |

#### Loan Concentrations (median % of Qualifying Total Capital)

|                                     | Q2-17  | Q1-17  | Q2-16  | 2016   | 2015   |
|-------------------------------------|--------|--------|--------|--------|--------|
| Commercial and Industrial           | 49.32  | 48.93  | 50.99  | 49.71  | 44.52  |
| Commercial Real Estate              | 180.44 | 204.82 | 214.31 | 206.00 | 211.90 |
| Construction & Development          | 16.01  | 19.55  | 23.57  | 17.65  | 19.92  |
| Multifamily Residential Real Estate | 21.04  | 21.29  | 18.57  | 21.70  | 18.70  |
| Nonresidential Real Estate          | 151.62 | 152.43 | 148.22 | 153.75 | 151.45 |
| Residential Real Estate             | 358.97 | 346.11 | 350.78 | 352.28 | 352.28 |
| Consumer                            | 10.40  | 9.46   | 9.25   | 9.68   | 9.37   |
| Agriculture                         | 1.94   | 2.16   | 1.42   | 2.19   | 2.61   |

### BANKING PROFILE

#### Largest Deposit Markets (from 2016 Summary of Deposits)

|                                 | Institutions in Market | Deposits (\$ millions) | Asset Distribution             | Institutions |
|---------------------------------|------------------------|------------------------|--------------------------------|--------------|
| Burlington-South Burlington, VT | 12                     | 4,900                  | < \$100 million                | 1 (9.1%)     |
|                                 |                        |                        | \$100 million to \$250 million | 2 (18.2%)    |
|                                 |                        |                        | \$250 million to \$1 billion   | 8 (72.7%)    |
|                                 |                        |                        | \$1 billion to \$10 billion    | 0 (0%)       |
|                                 |                        |                        | > \$10 billion                 | 0 (0%)       |