



State Profile

California

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)	1.7%	2.0%	3.0%	2.6%	3.1%
Manufacturing (8%)	-0.6%	-0.5%	0.6%	0.3%	1.7%
Other (non-manufacturing) Goods-Producing (5%)	5.4%	2.8%	5.9%	5.0%	7.8%
Private Service-Providing (72%)	1.7%	2.2%	3.2%	2.8%	3.2%
Government (15%)	1.9%	2.0%	2.1%	2.1%	2.0%
Unemployment Rate (% of labor force)	4.7%	5.0%	5.5%	5.4%	6.2%

Other Indicators (change from year ago, unless noted)

	Q2-17	Q1-17	Q2-16	2016	2015
Single-Family Home Permits	17.0%	15.5%	7.1%	12.0%	18.1%
Multifamily Building Permits	30.3%	-23.4%	-10.9%	-4.3%	18.2%
Home Price Index	7.9%	7.2%	7.5%	7.3%	7.2%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.83	1.78	1.97	1.84	2.06

BANKING TRENDS

General Information

	Q2-17	Q1-17	Q2-16	2016	2015
Institutions (#)	174	177	185	178	194
Total Assets (in millions)	735,021	724,576	686,998	716,844	661,353
New Institutions (# < 3 years)	1	1	0	0	0
Subchapter S Institutions	17	17	16	16	16

Asset Quality

	Q2-17	Q1-17	Q2-16	2016	2015
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.38	0.46	0.48	0.44	0.58
Noncurrent Loans / Total Loans (median %)	0.24	0.32	0.33	0.27	0.43
ALLL/Total Loans (median %)	1.35	1.33	1.38	1.38	1.45
ALLL/Noncurrent Loans (median multiple)	3.39	3.15	3.33	3.32	2.90
Net Loan Losses / Total Loans (median %)	0.00	0.00	0.00	0.00	0.00

Capital / Earnings

	Q2-17	Q1-17	Q2-16	2016	2015
Tier 1 Leverage (median %)	10.69	10.72	10.95	10.64	11.08
Return on Assets (median %)	0.99	0.88	0.90	0.93	0.86
Pretax Return on Assets (median %)	1.54	1.36	1.43	1.46	1.33
Net Interest Margin (median %)	3.81	3.71	3.77	3.78	3.78
Yield on Earning Assets (median %)	4.22	4.10	4.10	4.06	4.06
Cost of Funding Earning Assets (median %)	0.37	0.34	0.29	0.31	0.30
Provisions to Avg. Assets (median %)	0.00	0.00	0.00	0.04	0.00
Noninterest Income to Avg. Assets (median %)	0.43	0.38	0.40	0.41	0.44
Overhead to Avg. Assets (median %)	2.60	2.60	2.72	2.64	2.77

Liquidity/Sensitivity

	Q2-17	Q1-17	Q2-16	2016	2015
Net Loans to Assets (median %)	71.59	70.34	71.01	71.28	69.42
Noncore Funding to Assets (median %)	8.66	8.90	11.06	11.18	10.92
Long-term Assets to Assets (median %, call filers)	30.79	29.81	29.21	29.42	29.34
Brokered Deposits (number of institutions)	113	116	117	117	119
Brokered Deposits to Assets (median % for those above)	3.85	3.61	4.20	4.08	3.64

Loan Concentrations (median % of Qualifying Total Capital)

	Q2-17	Q1-17	Q2-16	2016	2015
Commercial and Industrial	70.28	68.58	72.71	69.97	74.40
Commercial Real Estate	380.38	378.51	378.21	378.30	361.66
Construction & Development	21.33	19.69	20.33	19.73	21.18
Multifamily Residential Real Estate	38.12	36.39	32.84	37.08	30.38
Nonresidential Real Estate	271.03	275.87	280.33	281.43	272.60
Residential Real Estate	67.39	66.66	68.92	71.10	66.82
Consumer	1.39	1.40	1.20	1.55	1.42
Agriculture	0.16	0.23	0.17	0.28	0.04

BANKING PROFILE

Largest Deposit Markets (from 2016 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Los Angeles-Long Beach-Anaheim, CA	125	494,626	< \$100 million	12 (6.9%)
San Francisco-Oakland-Hayward, CA	73	335,862	\$100 million to \$250 million	31 (17.8%)
San Jose-Sunnyvale-Santa Clara, CA	47	124,515	\$250 million to \$1 billion	71 (40.8%)
San Diego-Carlsbad, CA	53	79,611	\$1 billion to \$10 billion	47 (27%)
Sacramento-Roseville-Arden-Arcade, CA	41	49,095	> \$10 billion	13 (7.5%)