

# FEDERAL DEPOSIT INSURANCE CORPORATION

Re: RockPoint Bank, N.A.  
(In organization)

Chattanooga, Hamilton County, Tennessee  
Application for Federal Deposit Insurance  
Deposit Insurance Fund

## ORDER

The undersigned, acting on behalf of the Board of Directors of the Federal Deposit Insurance Corporation pursuant to delegated authority, has fully considered all available facts and information relevant to the factors of Section 6 of the Federal Deposit Insurance Act and relating to the application for Federal deposit insurance through the Deposit Insurance Fund for RockPoint Bank, N.A. (Bank), a proposed new National bank to be located at 401 Chestnut Street, Hamilton County, Tennessee, and has concluded that the application should be approved.

Accordingly, it is hereby ORDERED that the application submitted by the Bank for Federal deposit insurance be and the same is hereby approved subject to the following conditions:

1. That initial paid-in capital of not less than \$30,000,000 be provided.
2. That the Tier 1 capital to assets leverage ratio, as defined in the capital regulations of the FDIC, will be maintained at not less than eight percent (8.00%) throughout the first three years of operation and that an adequate allowance for loan and lease losses will be provided.
3. That any changes in proposed senior executive officers, proposed directors, or proposed ownership to the extent of 10 percent (10.00%) or more of stock, including new acquisitions of or subscriptions to 10 percent (10.00%) or more of stock will be approved by the FDIC prior to the opening.
4. That, with respect to any proposed director or senior executive officer for whom a background check has not been completed; the depository institution will take such action as required by the regional director, if the FDIC objects to any such person based on information obtained through the background check.
5. That Federal deposit insurance will not become effective until the applicant has been granted a charter as a depository institution, has authority to conduct a depository institution business, and its establishment and operation as a depository institution has been fully approved by the appropriate federal supervisory authority.
6. That the depository institution will have adequate fidelity coverage.

7. That the Bank will adopt an accrual accounting system for maintaining the financial records of the Bank in accordance with U.S. Generally Accepted Accounting Principles.
8. That the Bank will obtain an audit of its financial statements by an independent public accountant annually for the first three years of operation and submit to the FDIC's Dallas Regional Office: (i) a copy of the audited annual financial statements and the independent auditor's report within 90 days following the end of the Bank's fiscal year; (ii) a copy of any other reports by the independent auditor (including management letters) within 15 days after receipt by the Bank; and (iii) written notification within 15 days when a change in the Bank's independent auditor occurs.
9. That during the first three years of operations, the depository institution will notify the appropriate FDIC Regional Director of any plans to establish a loan production office at least 60 days prior to opening the facility.
10. That the depository institution will operate within the parameters of the business plan submitted to the FDIC. During the first three years of operations, the institution will seek the prior approval of its primary federal regulator for any proposed major deviation or material change from the submitted business plan.
11. That until the depository institution is established, the FDIC will have the right to alter, suspend, or withdraw the said commitment should any interim development be deemed to warrant such action.
12. That if deposit insurance has not become effective within twelve months from the date of this ORDER, or unless, in the meantime, a request for an extension of time has been approved by the FDIC, the consent granted shall expire at the end of the said twelve-month period.

By Order of the Regional Director of the Dallas Regional Office, acting pursuant to delegated authority for the Board of Directors of the FDIC.

Dated this 24<sup>th</sup> day of April 2020.

/ S /  
Kristie K. Elmquist  
Regional Director

# **FEDERAL DEPOSIT INSURANCE CORPORATION**

Re: RockPoint Bank, N.A.  
(In organization)  
Chattanooga, Hamilton County, Tennessee

Application for Federal Deposit Insurance

## **STATEMENT**

Pursuant to the provisions of Section 5 of the Federal Deposit Insurance Act (“FDI Act”) (12 U.S.C. § 1815), the Federal Deposit Insurance Corporation (“FDIC”) received an Interagency Charter and Federal Deposit Insurance Application on behalf of RockPoint Bank, N.A. (“Bank”), a proposed new bank that will be located in Chattanooga, Tennessee. The application is intended to establish a newly-chartered national bank. The organizers concurrently applied to the Office of the Comptroller of the Currency (“OCC”) for a national bank charter and received the OCC’s conditional approval on March 31, 2020.

Notice of the Federal deposit insurance application, in a form approved by the FDIC, was published pursuant to the FDI Act on November 14, 2019. The Bank will be headquartered at 401 Chestnut Street, Chattanooga, Hamilton County, Tennessee.

The organizers have not established a bank holding company. The opening capital of the Bank will be realized from a private offering of, at a minimum, 3,000,000 shares of common stock at a price of \$10.00 per share.

The Bank’s Business Plan is for a national bank that serves small- and medium-sized businesses and individuals located in Chattanooga, Tennessee and the surrounding areas. The Bank will operate in the local market offering traditional products and services, serving the needs of small and mid-size businesses and consumers in the community. The Bank will offer traditional products and services and will be overseen by an experienced management team, including a diversified and knowledgeable Board of Directors who is committed to serving the local community.

The Bank will operate with sufficient capital and managerial resources to accomplish the strategies and goals in the Business Plan. The Bank will be capitalized with an amount sufficient to achieve and maintain a Tier 1 capital to assets leverage ratio, as defined in the capital regulations of the FDIC, of not less than 8.00 percent throughout the Bank’s first three years of operation. Moderate growth is projected, and future earnings prospects appear attainable. The Bank’s plans appear to satisfy the convenience and needs of the community. Corporate powers to be exercised are consistent with the purposes of the FDI Act, and no undue risk to the Deposit Insurance Fund is evident.

Accordingly, based upon a careful evaluation of all available facts and information, and in consideration of the factors of Section 6 of the FDI Act, the Dallas Regional Director, pursuant to delegated authority, has concluded that approval of the application is warranted, subject to certain prudential conditions.

**REGIONAL DIRECTOR  
DIVISION OF RISK MANAGEMENT SUPERVISION  
FEDERAL DEPOSIT INSURANCE CORPORATION**