

SNL Banker Solution

Customer Experience, January 2017

Customer Name: Capital Bancorp of Maryland

Asset Size: Approximately \$839M dollars

Number of Branches: 3 branches

Community Bank Invests in Technology for their Clients and their Growth

Capital Bancorp, founded in 1999, is a mid-sized bank focused on serving the diverse needs of business owners in the greater Washington, D.C. metropolitan area. Their growth strategy, combined with the strength of their customer experience, has propelled the company forward as a leading bank in the region. Focusing more on interactions than transactions, they have a corporate culture that emphasizes partnering with their clients to help create value, sustaining their individual businesses as well as the larger community.

Client Pain Points: Capital Bancorp was looking to streamline how they collected and reported their weekly FR 2900, Report of Transaction Accounts, Other Deposits and Vault Cash, to the Federal Reserve. This report is used by the bank to determine the level of required reserves it must hold and by the Federal Reserve to aid in the formulation of monetary policy. Capital wanted to develop an efficient process that would save them time on gathering the required data as well as validation on a weekly basis.

Previous Process: The filing and collection of the FR 2900 report is in accordance with Federal Reserve Board Regulation D¹ and thus is mandated by law for the purposes of calculation of required reserves and formulation of monetary policy. Reporting on required reserves is legally required of all banks and their U.S. branches, regardless of size, and all other commercial and industrial institutions with transaction accounts greater than the exemption amount or with total deposits greater than or equal to the reduced reporting limit as determined annually. This reporting also contributes to the formulation of monetary policy. Weekly or quarterly filing is based on the overall deposit size of the institution. The key data elements required for this report are demand deposits, other transaction accounts, deductions from other transaction accounts, other deposits, and vault cash. The consequences for banks submitting erroneous reports may be higher reserve requirements, which could reduce the banks potential earnings, or create insufficient reserves, which may subject the bank to assessment of penalties.

¹ Federal Reserve Board; Regulation D: Reserve Requirements of Depository Institutions 12 CFR 204

The Solution: The Capital Bancorp team now has this custom report automatically generated and emailed to the key team members on a weekly basis for their review and submission to the Federal Reserve. According to the Capital Bancorp team, they are saving over 10 hours a month by not having to build this critical report manually in Excel each week. Automatic report generation with SNL Banker has also resulted in reducing their risk profile.

The SNL Banker solution offers Capital Bancorp time and resource conservation across multiple departments. Capital Bancorp also continues to develop other key reports in SNL Banker that will add additional value and increase the return on their investment. This product is beneficial to banks interested in saving time and money by streamlining their reporting process.

SNL Banker Automation Brings Efficiency to a Manual Process for Capital Bank

Here is an example of how the SNL Banker report aids in the filing of the FR 2900. Each column of the report represents a line item on the reporting form. For example: the column in the SNL Banker report with the "FRB 0020" corresponds item B.2 "Cash Items in Process of Collection" on FR 2900.

Calendar Period	VAULT CASH, Total Currency & Coin (10001) FRB 0080	CASH ITEMS IN PROCESS (11010)- REPLACE WITH GROSS ITEMS ACCT 11021001 FRB 0020	DUE FROM (11020)	Due From FRB	To FR
12-13-2015	\$0,899,490	\$200,000	\$0,000,000	\$0,000,000	\$
12-14-2015	\$0,899,490	\$200,000	\$0,000,000	\$0,000,000	\$
12-15-2015	\$0,899,490	\$200,000	\$0,000,000	\$0,000,000	\$
12-16-2015	\$0,899,490	\$200,000	\$0,000,000	\$0,000,000	\$
12-17-2015	\$0,899,490	\$200,000	\$0,000,000	\$0,000,000	\$
12-20-2015	\$0,899,490	\$200,000	\$0,000,000	\$0,000,000	\$
12-21-2015	\$0,899,490	\$200,000	\$0,000,000	\$0,000,000	\$

Board of Governors of the Federal Reserve System



Report of Transaction Accounts, Other Deposits, and Vault Cash—FR 2900

For the week ended Monday, 12/21/2015

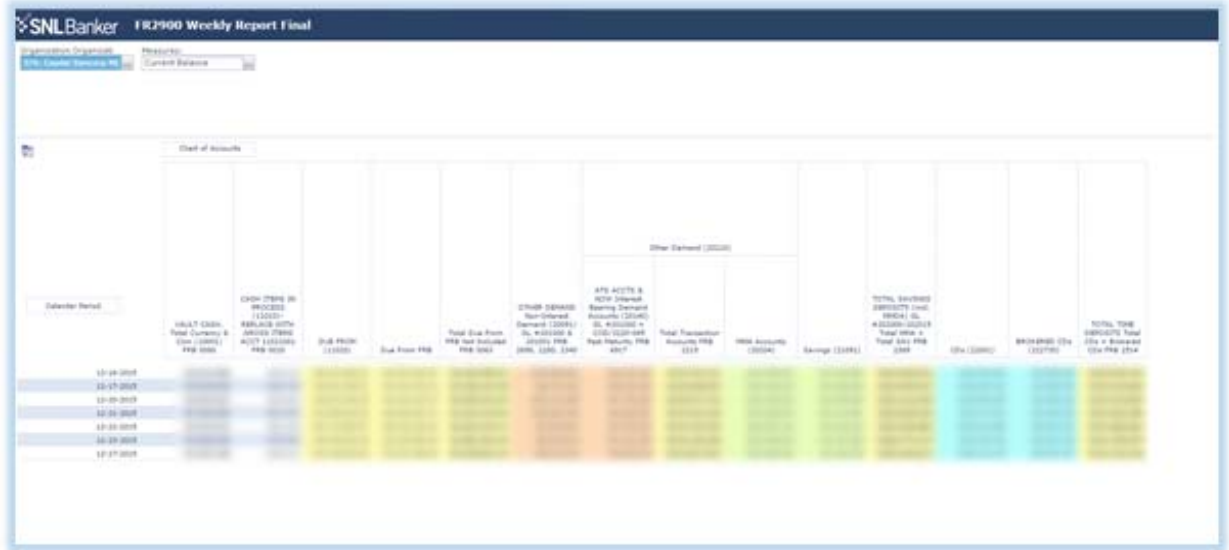
Week Ending: 12/21/2015

This report is required by law (12 U.S.C. §§ 2482a, 481, 603, and 610).

The Federal Reserve System regards the information provided by each respondent as confidential. If it should be determined subsequently that any information collected on this form must be released, respondents will be notified.

The Federal Reserve may not conduct or sponsor, and an organization (or a person) is not required to respond to, a collection of information unless it displays a currently valid OMB control number.

		Report all balances as of the close of business each day to the nearest thousand dollars																										
		For FRB Use Only	Tuesday Column 1			Wednesday Column 2			Thursday Column 3			Friday Column 4			Saturday Column 5			Sunday Column 6			Monday Column 7			Total Column 8				
Dollar Amounts in Thousands			\$	100	Thous	\$	100	Thous	\$	100	Thous	\$	100	Thous	\$	100	Thous	\$	100	Thous	\$	100	Thous	\$	100	Thous		
Items																												
A. Transaction Accounts																												
1. Demand deposits																												
a. Due to depository institutions			2000																								A.1.a	
b. OF U.S. Government			2001																								A.1.b	
c. Other demand			2002																								A.1.c	
2. AFS accounts and NOW accounts/share drafts, and telephone and preauthorized transfers			2003																								A.2	
3. Total transaction accounts (must equal sum of items A.1 through A.2 above)			2004																								A.3	
B. Deductions from Transaction Accounts																												
1. Demand balances due from depository institutions in the U.S.			2005																								B.1	
2. Cash items in process of collection			2006				2000			2001			2002			2003			2004			2005			2006			B.2



For illustrative purposes only.

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CONTACT US

Americas

+1-212-438-8701

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