



PUBLIC DISCLOSURE

October 23, 2023

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Security Bank
RSSD# 566056

202 East 2nd Street
Laurel, Nebraska 68745

Federal Reserve Bank of Kansas City
1 Memorial Drive
Kansas City, Missouri 64198

NOTE: This document is an evaluation of this bank's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the bank. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this bank. The rating assigned to this bank does not represent an analysis, conclusion or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial bank.

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INSTITUTION'S COMMUNITY REINVESTMENT ACT RATING

Security Bank (the bank) is rated Satisfactory. This rating is based on the following conclusions with respect to the performance criteria:

- The bank's net loan-to-deposit ratio (NLTD) is reasonable given the bank's size, financial condition, and assessment areas (AAs) credit needs.
- A majority of the bank's loans are originated inside the AAs.
- Lending reflects a reasonable distribution among businesses and farms of different sizes.
- A geographic distribution of loans was not conducted, as the AAs consist solely of middle-income census tracts.
- Neither the bank nor the Federal Reserve Bank of Kansas City (Reserve Bank) received any Community Reinvestment Act (CRA)-related complaints since the previous evaluation.

SCOPE OF EXAMINATION

Examiners utilized the Federal Financial Institutions Examination Council's (FFIEC's) *Interagency Examination Procedures for Small Institutions* to evaluate the bank's CRA performance. The evaluation considered CRA performance context, including the bank's asset size, financial condition, business strategy and market competition, as well as AA demographic and economic characteristics, and credit needs. Lending performance was assessed within the bank's two AAs. The Northeast Nebraska AA was assessed using a full scope review. The Dixon County Metropolitan AA was assessed using a limited scope review. Examiners reviewed the following data:

- The bank's 18-quarter average NLTD ratio,
- A universe of 47 small business loans originated between January 1, 2022, and December 31, 2022.
- A statistical sample of 74 small farm loans from a universe of 117 loans originated between January 1, 2022, and December 31, 2022.
- More weight was placed on small farm lending, given the composition of the bank's lending portfolio and volume of originations.

DESCRIPTION OF INSTITUTION

The bank is a community bank headquartered in Laurel, Nebraska. The bank's characteristics include:

- The bank is a wholly owned subsidiary of First Laurel Security Company, Laurel, Nebraska.

- The bank has total assets of \$284.6 million as of June 30, 2023.
- In addition to its main office in Laurel, the bank operates four additional full-service offices located in Allen, Coleridge, Hartington, and Osmond, Nebraska.
- The bank operates four cash-only automated teller machines located throughout communities in the bank's AAs.
- As shown in the table below, the bank's primary business focus is agricultural and farmland lending.

Table 1

Composition of Loan Portfolio as of June 30, 2023		
Loan Type	\$(000)	%
Construction and Land Development	1,999	1.1
Farmland	65,025	35.2
1- to 4- Family Residential Real Estate	11,292	6.1
Multifamily Residential Real Estate	6,230	3.4
Nonfarm Nonresidential Real Estate	7,880	4.3
Agricultural	59,375	32.1
Commercial and Industrial	19,535	10.6
Consumer	6,479	3.5
Other	6,899	3.7
Gross Loans	184,714	100.0
<i>Note: Percentages may not total 100.0 percent due to rounding.</i>		

The bank was rated Satisfactory under the CRA at the June 17, 2019, performance evaluation. There are no known legal, financial, or other factors impeding the bank's ability to help meet the credit needs in its communities.

CONCLUSIONS WITH RESPECT TO PERFORMANCE CRITERIA¹

This performance evaluation first discusses the bank's overall performance, followed by an in-depth evaluation of performance in the Northeast Nebraska AA (full scope review); and a brief discussion of performance in the Dixon County Metropolitan AA (limited scope review).

The bank's overall lending test performance is Satisfactory. This conclusion was based on a reasonable NLTD ratio, a majority of loans originated within the bank's AAs, as well as a reasonable distribution of lending among businesses and farms of different sizes. More consideration was given to the volume of loan originations than the dollar amount, as this represents the bank's impact on the number of entities served. More weight was placed on the bank's performance within the Northeast Nebraska AA, as this is where the

¹ The net loan-to-deposit ratio and percentage of loans and other lending-related activity in the assessment area only apply to the institution overall. No discussion of these performance criteria applies to sections of the performance evaluation related to assessment areas.

majority of the bank’s lending took place. More weight was placed on small farm lending, given the composition of the bank’s lending portfolio and the volume of originations.

Net Loan-to-Deposit Ratio

This performance criterion evaluates the bank’s average NLTD ratio to determine the reasonableness of lending in light of performance context, such as the bank’s capacity to lend, the availability of lending opportunities, the demographic and economic factors present in the AAs, and in comparison to similarly situated Federal Deposit Insurance Corporation (FDIC)-insured institutions. The similarly situated institutions were selected based on asset size, loan portfolio composition, and geographic location.

The bank’s NLTD ratio is reasonable. At 70.5 percent, the bank’s 18-quarter NLTD average is within the range of other similarly situated banks whose NLTD ratios ranged from 65.7 percent to 71.7 percent.

Table 2

Comparative NLTD Ratios March 31, 2019 – June 30, 2023			
Institution	Location	Asset Size \$(000)	NLTD Ratio (%)
			18 Quarter Average
Security Bank	Laurel, NE	284,553	70.5
Similarly Situated Institutions			
Bank of Hartington	Hartington, NE	135,072	71.7
First Northeast Bank of Nebraska	Lyons, NE	425,258	66.8
Farmers & Merchants State Bank	Bloomfield, NE	195,219	71.1
Cedar Security Bank	Fordyce, NE	55,793	65.7

Assessment Area Concentration

This performance criterion evaluates the percentage of lending extended inside and outside of the AAs. The bank originated a majority of loans, by number and dollar, inside the AAs.

Table 3

Lending Inside and Outside the Assessment Areas								
Loan Type	Inside				Outside			
	#	#%	\$(000)	\$%	#	#%	\$(000)	\$%
Small Business	40	85.1	3,195	94.2	7	14.9	196	5.8
Small Farm	56	75.7	6,835	72.8	18	24.3	2,549	27.2
Total Loans	96	79.3	10,030	78.5	25	20.7	2,746	21.5

Note: Percentages may not total 100.0 percent due to rounding.

Geographic Distribution of Loans

This performance criterion evaluates the bank's distribution of lending within its AA by income level of census tracts, with consideration given to the dispersion of loans throughout the AA. However, as both of the bank's AAs consist only of middle-income tracts, a meaningful analysis of geographic distribution cannot be conducted, as there are no low-, moderate-, or upper-income census tracts in the AA for comparative purposes.

Lending to Businesses and Farms of Different Sizes

This performance criterion evaluates the bank's lending to businesses and farms of different revenue sizes. The bank's lending has an overall reasonable distribution among businesses and farms of different sizes. Performance in the Dixon County Metropolitan AA was consistent with the overall rating.

FAIR LENDING OR OTHER ILLEGAL CREDIT PRACTICES REVIEW

Compliance with the substantive provisions of antidiscrimination and other consumer protection laws and regulations, including the Equal Credit Opportunity Act and the Fair Housing Act, was considered as part of this CRA evaluation. No evidence of a pattern or practice of discrimination on a prohibited basis or of other illegal credit practices inconsistent with helping to meet community credit needs was identified.

**NORTHEAST NEBRASKA ASSESSMENT AREA
NONMETROPOLITAN AREA
(Full Scope Review)**

**DESCRIPTION OF THE INSTITUTION'S OPERATIONS IN NORTHEAST NEBRASKA
AA**

The bank's AA is comprised of Cedar and Pierce Counties in their entireties (see Appendix A for an AA map and Appendix B for additional demographic data).

- The AA delineation remains unchanged since the prior performance evaluation.
- The AA is comprised of four middle-income census tracts, which is unchanged since the 2019 evaluation.
- Based on the June 30, 2022 FDIC Summary of Deposits Market Share Report, the bank ranks 1st out of 10 FDIC-insured depository institutions operating in the AA with a 28.7 percent deposit market share.
- To further augment the CRA performance evaluation, a previously conducted interview with a member of the community within the bank's AA was referenced to ascertain the credit needs of the area communities, the responsiveness of area banks in meeting those credit needs, and for perspectives on local economic and demographic characteristics. The community member represents a local government agency.

Table 4

Population Change			
Assessment Area: Northeast Nebraska			
Area	2015 Population	2020 Population	Percent Change
Northeast Nebraska	15,859	15,697	(1.0)
Cedar County, NE	8,675	8,380	(3.4)
Pierce County, NE	7,184	7,317	1.9
NonMSA Nebraska	679,331	672,190	(1.1)
Nebraska	1,869,365	1,961,504	4.9
<i>Source: 2020 U.S. Census Bureau Decennial Census 2011-2015 U.S. Census Bureau: American Community Survey</i>			

- Although the AA population declined while the statewide population increased, overall population levels for all areas remained relatively stable.
- Individuals aged 65 and older represent 20.4 percent of the AA's population, which is greater than the statewide figure at 15.4 and the non-MSA portions of the state at 19.6 percent.
- A community member stated that the population is aging as fewer younger people are staying or coming to the area.

Table 5

Median Family Income Change			
Assessment Area: Northeast Nebraska			
Area	2015 Median Family Income	2020 Median Family Income	Percent Change
Northeast Nebraska	72,363	75,934	4.9
Cedar County, NE	73,476	79,135	7.7
Pierce County, NE	71,720	71,227	(0.7)
NonMSA Nebraska	67,146	71,424	6.4
Nebraska	73,448	80,125	9.1

*Source: 2011-2015 U.S. Census Bureau: American Community Survey
2016-2020 U.S. Census Bureau: American Community Survey*

Note: Median family incomes have been inflation-adjusted and are expressed in 2020 dollars.

- Families living below the poverty level in the AA, at 5.2 percent, is below the statewide figure at 6.6 percent and below the non-MSA figure at 7.1 percent.
- The percent of LMI families in the AA at 35.9 percent is lower than the statewide figure at 39.3 percent.

Table 6

Housing Cost Burden						
Assessment Area: Northeast Nebraska						
Area	Cost Burden – Renters			Cost Burden – Owners		
	Low Income	Moderate Income	All Renters	Low Income	Moderate Income	All Owners
Northeast Nebraska	46.8	4.8	20.4	51.6	19.2	13.6
Cedar County, NE	46.4	6.5	20.4	45.2	17.8	12.4
Pierce County, NE	47.2	3.0	20.4	58.2	21.2	15.1
NonMSA Nebraska	61.2	15.0	30.6	53.1	18.7	14.8
Nebraska	71.0	23.4	36.8	58.9	26.4	15.8

Cost Burden is housing cost that equals 30 percent or more of household income.

Source: U.S. Department of Housing and Urban Development (HUD), 2015-2019 Comprehensive Housing Affordability Strategy

- The cost burden for low- and moderate-income renters is lower in the AA when compared to the statewide figure.
- The median age of housing stock in the AA, at 61 years of age, is above the statewide figure at 47 years and above the non-MSA figure at 51 years.
- A member of the community noted that the area suffers from a shortage of housing at all price points. The community member also noted that the biggest opportunity for increased participation among financial institutions was affordable housing.

Table 7

Unemployment Rates					
Assessment Area: Northeast Nebraska					
Area	2017	2018	2019	2020	2021
Northeast Nebraska	2.5	2.5	2.6	2.9	1.9
Cedar County, NE	2.3	2.4	2.5	2.7	1.8
Pierce County, NE	2.7	2.7	2.7	3.2	2.1
NonMSA Nebraska	2.9	2.8	3.0	3.4	2.1
Nebraska	3.0	2.9	3.0	4.1	2.5

Source: Bureau of Labor Statistics: Local Area Unemployment Statistics

- Recent unemployment figures indicate a highly stable economy, not only within the AA, but also throughout the non-MSA areas and the state of Nebraska.
- The labor force participation rate, at 69.3 percent, is comparable to the statewide figure at 69.4 percent and above the non-MSA figure at 66.4 percent.
- The major industries of the AA are agriculture, health care, manufacturing, and educational services.
- According to the community contact, the major sectors driving the local economy are agricultural and agriculture-related industries.

CONCLUSIONS WITH RESPECT TO PERFORMANCE CRITERIA IN NORTHEAST NEBRASKA AA

The bank’s performance under the lending test in the Northeast Nebraska AA is satisfactory. This is based on reasonable levels of lending to businesses and farms of different revenue sizes.

Lending to Businesses and Farms of Different Sizes

The bank’s lending has a reasonable distribution among businesses and farms of different sizes. The distribution of small farm and small business lending was reasonable for both products.

Small Business Lending

The borrower distribution of small business lending is reasonable. The bank’s lending to businesses with gross annual revenues of \$1 million or less is comparable to the percentage of total businesses operating in the AA.

Table 8

Distribution of 2022 Small Business Lending By Revenue Size of Businesses					
Assessment Area: Northeast Nebraska					
	Bank Loans				Total Businesses %
	#	#%	\$(000)	%	
By Revenue					
\$1 Million or Less	32	91.4	2,441	85.1	87.4
Over \$1 Million	3	8.6	429	14.9	8.9
Revenue Unknown	0	0.0	0	0.0	3.7
Total	35	100.0	2,870	100.0	100.0
By Loan Size					
\$100,000 or Less	28	80.0	892	31.1	
\$100,001 - \$250,000	4	11.4	558	19.4	
\$250,001 - \$1 Million	3	8.6	1,420	49.5	
Total	35	100.0	2,870	100.0	
By Loan Size and Revenues \$1 Million or Less					
\$100,000 or Less	27	84.4	867	35.5	
\$100,001 - \$250,000	3	9.4	435	17.8	
\$250,001 - \$1 Million	2	6.3	1,139	46.7	
Total	32	100.0	2,441	100.0	
<i>Source: 2022 FFIEC Census Data 2022 Dun & Bradstreet Data 2016-2020 U.S. Census Bureau: American Community Survey</i>					
<i>Note: Percentages may not total 100.0 percent due to rounding.</i>					

Small Farm Lending

The borrower distribution of small farm lending is reasonable. The bank’s lending to farms with gross annual revenues of \$1 million or less is comparable to the percentage of total farms operating in the AA. Furthermore, 79.5 percent of farm loans were made in amounts of \$250,000 or less, which are amounts typically demanded by smaller entities, demonstrating the bank’s willingness to meet the credit needs of small farm operations.

Table 9

Distribution of 2022 Small Farm Lending By Revenue Size of Farms					
Assessment Area: Northeast Nebraska					
	Bank Loans				Total Farms
	#	#%	\$(000)	\$%	%
By Revenue					
\$1 Million or Less	30	76.9	3,936	69.2	99.7
Over \$1 Million	9	23.1	1,750	30.8	0.3
Revenue Unknown	0	0.0	0	0.0	0.0
Total	39	100.0	5,686	100.0	100.0
By Loan Size					
\$100,000 or Less	23	59.0	1,183	20.8	
\$100,001 - \$250,000	8	20.5	1,259	22.1	
\$250,001 - \$500,000	8	20.5	3,244	57.1	
Total	39	100.0	5,686	100.0	
By Loan Size and Revenues \$1 Million or Less					
\$100,000 or Less	20	66.7	898	22.8	
\$100,001 - \$250,000	4	13.3	623	15.8	
\$250,001 - \$500,000	6	20.0	2,415	61.4	
Total	30	100.0	3,936	100.0	
<i>Source: 2022 FFIEC Census Data 2022 Dun & Bradstreet Data 2016-2020 U.S. Census Bureau: American Community Survey</i>					
<i>Note: Percentages may not total 100.0 percent due to rounding.</i>					

**DIXON COUNTY METROPOLITAN ASSESSMENT AREA
METROPOLITAN AREA
(Limited Scope Review)**

**DESCRIPTION OF THE INSTITUTION'S OPERATIONS IN DIXON COUNTY
METROPOLITAN AA**

The bank's AA is comprised of Dixon County in its entirety, which is one of four counties that comprise the Sioux City, IA-NE-SD MSA (see Appendix A for a map of the AA and Appendix C for lending tables).

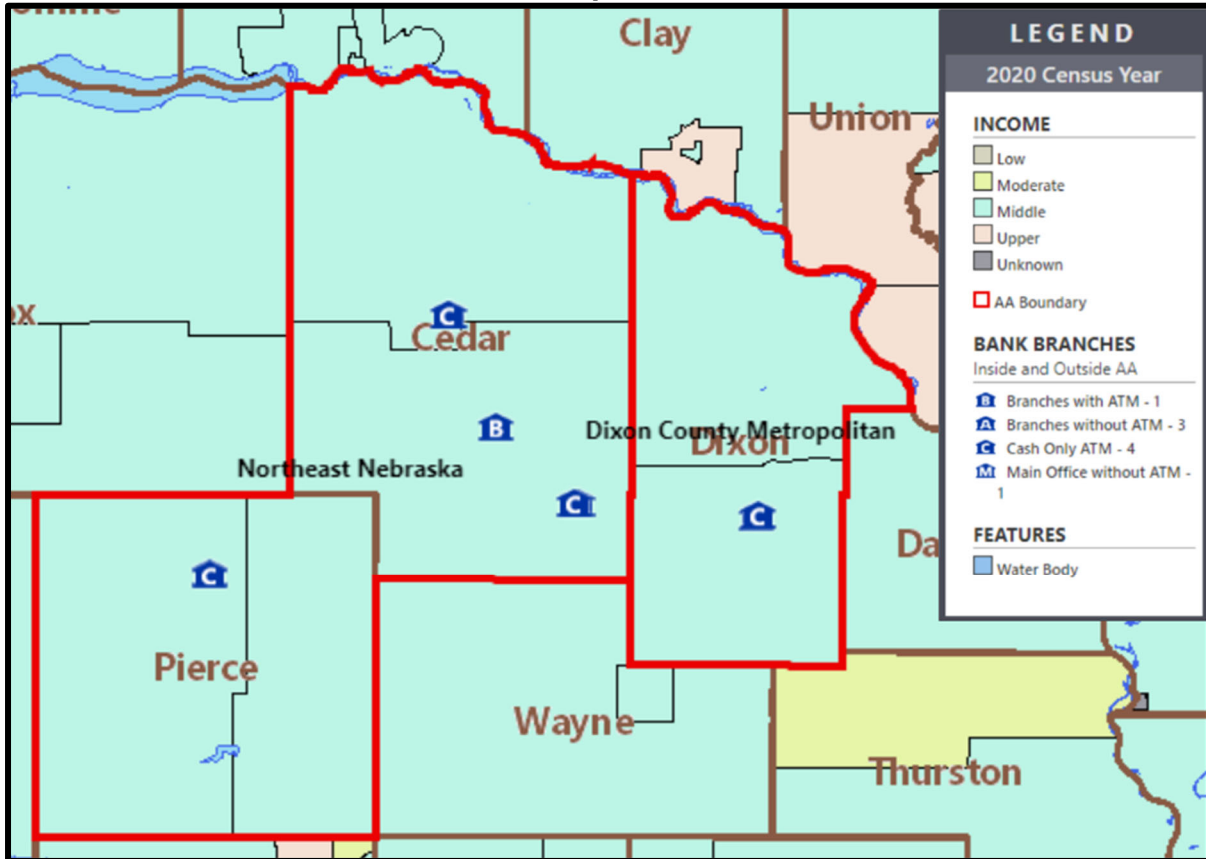
- The AA consists of two middle-income census tracts and remains unchanged since the 2019 performance evaluation.
- Based on 2020 American Community Survey (ACS) data, the population was 5,606, which reflects a 4.4 percent decrease from the 2015 ACS data.
- The bank operates one full-service branch in the AA. The branch is located in a middle-income census tract.
- The AA is home to 1,602 families. According to 2020 ACS data, 22.6 percent are low-, 18.4 percent are moderate-, 23.4 percent are middle-income, and 35.6 percent are upper-income.
- According to the June 30, 2022 FDIC Deposit Market Share Report, the bank held 19.6 percent market share of deposits in the AA, ranking 2nd out of four financial institutions operating from 33 offices in the AA.
- The limited-scope analysis did not rely on any current or previously conducted interviews with members of the community.

**CONCLUSIONS WITH RESPECT TO PERFORMANCE CRITERIA IN DIXON
COUNTY METROPOLITAN AA**

The institution's lending performance in the area is consistent with the institution's lending performance overall.

APPENDIX A – MAPS OF THE ASSESSMENT AREAS

Map A-1



APPENDIX B – DEMOGRAPHIC INFORMATION

Table B-1

2022 Northeast Nebraska AA Demographics								
Income Categories	Tract Distribution		Families by Tract Income		Families < Poverty Level as % of Families by Tract		Families by Family Income	
	#	%	#	%	#	%	#	%
Low	0	0.0	0	0.0	0	0.0	654	15.0
Moderate	0	0.0	0	0.0	0	0.0	813	18.6
Middle	4	100.0	4,374	100.0	228	5.2	1,045	23.9
Upper	0	0.0	0	0.0	0	0.0	1,862	42.6
Unknown	0	0.0	0	0.0	0	0.0	0	0.0
Total AA	4	100.0	4,374	100.0	228	5.2	4,374	100.0
	Housing Units by Tract	Housing Type by Tract						
		Owner-occupied			Rental		Vacant	
		#	% by tract	% by unit	#	% by unit	#	% by unit
Low	0	0	0.0	0.0	0	0.0	0	0.0
Moderate	0	0	0.0	0.0	0	0.0	0	0.0
Middle	7,451	5,038	100.0	67.6	1,431	19.2	982	13.2
Upper	0	0	0.0	0.0	0	0.0	0	0.0
Unknown	0	0	0.0	0.0	0	0.0	0	0.0
Total AA	7,451	5,038	100.0	67.6	1,431	19.2	982	13.2
	Total Businesses by Tract		Businesses by Tract & Revenue Size					
			Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported	
			#	%	#	%	#	%
Low	0	0.0	0	0.0	0	0.0	0	0.0
Moderate	0	0.0	0	0.0	0	0.0	0	0.0
Middle	935	100.0	817	100.0	83	100.0	35	100.0
Upper	0	0.0	0	0.0	0	0.0	0	0.0
Unknown	0	0.0	0	0.0	0	0.0	0	0.0
Total AA	935	100.0	817	100.0	83	100.0	35	100.0
Percentage of Total Businesses:				87.4		8.9		3.7
	Total Farms by Tract		Farms by Tract & Revenue Size					
			Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported	
			#	%	#	%	#	%
Low	0	0.0	0	0.0	0	0.0	0	0.0
Moderate	0	0.0	0	0.0	0	0.0	0	0.0
Middle	383	100.0	382	100.0	1	100.0	0	0.0
Upper	0	0.0	0	0.0	0	0.0	0	0.0
Unknown	0	0.0	0	0.0	0	0.0	0	0.0
Total AA	383	100.0	382	100.0	1	100.0	0	0.0
Percentage of Total Farms:				99.7		0.3		0.0

Source: 2022 FFIEC Census Data
2022 Dun & Bradstreet Data
2016-2020 U.S. Census Bureau: American Community Survey
Note: Percentages may not total 100.0 percent due to rounding.

APPENDIX C – LIMITED SCOPE REVIEW ASSESSMENT AREA TABLES

Table C-1

Distribution of 2022 Small Business Lending By Revenue Size of Businesses					
Assessment Area: Dixon County Metropolitan					
	Bank Loans				Total Businesses %
	#	#%	\$(000)	%	
By Revenue					
\$1 Million or Less	5	100.0	325	100.0	87.9
Over \$1 Million	0	0.0	0	0.0	5.2
Revenue Unknown	0	0.0	0	0.0	6.9
Total	5	100.0	325	100.0	100.0
By Loan Size					
\$100,000 or Less	4	80.0	175	53.8	
\$100,001 - \$250,000	1	20.0	150	46.2	
\$250,001 - \$1 Million	0	0.0	0	0.0	
Total	5	100.0	325	100.0	
By Loan Size and Revenues \$1 Million or Less					
\$100,000 or Less	4	80.0	175	53.8	
\$100,001 - \$250,000	1	20.0	150	46.2	
\$250,001 - \$1 Million	0	0.0	0	0.0	
Total	5	100.0	325	100.0	
<i>Source: 2022 FFIEC Census Data 2022 Dun & Bradstreet Data 2016-2020 U.S. Census Bureau: American Community Survey</i>					
<i>Note: Percentages may not total 100.0 percent due to rounding.</i>					

Table C-2

Distribution of 2022 Small Farm Lending By Revenue Size of Farms					
Assessment Area: Dixon County Metropolitan					
	Bank Loans				Total Farms %
	#	#%	\$(000)	%	
By Revenue					
\$1 Million or Less	14	82.4	1,042	90.7	100.0
Over \$1 Million	3	17.6	107	9.3	0.0
Revenue Unknown	0	0.0	0	0.0	0.0
Total	17	100.0	1,149	100.0	100.0
By Loan Size					
\$100,000 or Less	15	88.2	515	44.8	
\$100,001 - \$250,000	1	5.9	234	20.4	
\$250,001 - \$500,000	1	5.9	400	34.8	
Total	17	100.0	1,149	100.0	
By Loan Size and Revenues \$1 Million or Less					
\$100,000 or Less	12	85.7	408	39.2	
\$100,001 - \$250,000	1	7.1	234	22.5	
\$250,001 - \$500,000	1	7.1	400	38.4	
Total	14	100.0	1,042	100.0	
<i>Source: 2022 FFIEC Census Data 2022 Dun & Bradstreet Data 2016-2020 U.S. Census Bureau: American Community Survey</i>					
<i>Note: Percentages may not total 100.0 percent due to rounding.</i>					

Table C-3

2022 Dixon County Metropolitan AA Demographics								
Income Categories	Tract Distribution		Families by Tract Income		Families < Poverty Level as % of Families by Tract		Families by Family Income	
	#	%	#	%	#	%	#	%
Low	0	0.0	0	0.0	0	0.0	362	22.6
Moderate	0	0.0	0	0.0	0	0.0	295	18.4
Middle	2	100.0	1,602	100.0	103	6.4	374	23.3
Upper	0	0.0	0	0.0	0	0.0	571	35.6
Unknown	0	0.0	0	0.0	0	0.0	0	0.0
Total AA	2	100.0	1,602	100.0	103	6.4	1,602	100.0
	Housing Units by Tract	Housing Type by Tract						
		Owner-occupied			Rental		Vacant	
		#	% by tract	% by unit	#	% by unit	#	% by unit
Low	0	0	0.0	0.0	0	0.0	0	0.0
Moderate	0	0	0.0	0.0	0	0.0	0	0.0
Middle	2,711	1,773	100.0	65.4	603	22.2	335	12.4
Upper	0	0	0.0	0.0	0	0.0	0	0.0
Unknown	0	0	0.0	0.0	0	0.0	0	0.0
Total AA	2,711	1,773	100.0	65.4	603	22.2	335	12.4
	Total Businesses by Tract	Businesses by Tract & Revenue Size						
		Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
		#	%	#	%	#	%	
Low	0	0.0	0	0.0	0	0.0	0	0.0
Moderate	0	0.0	0	0.0	0	0.0	0	0.0
Middle	248	100.0	218	100.0	13	100.0	17	100.0
Upper	0	0.0	0	0.0	0	0.0	0	0.0
Unknown	0	0.0	0	0.0	0	0.0	0	0.0
Total AA	248	100.0	218	100.0	13	100.0	17	100.0
Percentage of Total Businesses:				87.9		5.2		6.9
	Total Farms by Tract	Farms by Tract & Revenue Size						
		Less Than or = \$1 Million		Over \$1 Million		Revenue Not Reported		
		#	%	#	%	#	%	
Low	0	0.0	0	0.0	0	0.0	0	0.0
Moderate	0	0.0	0	0.0	0	0.0	0	0.0
Middle	107	100.0	107	100.0	0	0.0	0	0.0
Upper	0	0.0	0	0.0	0	0.0	0	0.0
Unknown	0	0.0	0	0.0	0	0.0	0	0.0
Total AA	107	100.0	107	100.0	0	0.0	0	0.0
Percentage of Total Farms:				100.0		0.0		0.0
<i>Source: 2022 FFIEC Census Data 2022 Dun & Bradstreet Data 2016-2020 U.S. Census Bureau: American Community Survey</i>								
<i>Note: Percentages may not total 100.0 percent due to rounding.</i>								

APPENDIX D – GLOSSARY

Aggregate lending: The number of loans originated and purchased by all reporting lenders in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Census tract: A small subdivision of metropolitan and other densely populated counties. Census tract boundaries do not cross county lines; however, they may cross the boundaries of metropolitan statistical areas. Census tracts usually have between 2,500 and 8,000 persons, and their physical size varies widely depending upon population density. Census tracts are designed to be homogeneous with respect to population characteristics, economic status, and living conditions to allow for statistical comparisons.

Community development: Affordable housing (including multifamily rental housing) for low- or moderate-income individuals; community services targeted to low- or moderate-income individuals; activities that promote economic development by financing businesses or farms that meet the size eligibility standards of the Small Business Administration's Development Company or Small Business Investment Company programs (13 CFR 121.301) or have gross annual revenues of \$1 million or less; or, activities that revitalize or stabilize low- or moderate-income geographies, designated disaster areas; or designated distressed or underserved nonmetropolitan middle-income geographies.

Consumer loan(s): A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, other secured consumer loans, and other unsecured consumer loans.

Family: Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include nonrelatives living with the family. Families are classified by type as either a married-couple family or other family, which is further classified into 'male householder' (a family with a male householder and no wife present) or 'female householder' (a family with a female householder and no husband present).

Full-scope review: Performance is analyzed considering performance context, quantitative factors (for example, geographic distribution, borrower distribution, and total number and dollar amount of investments), and qualitative factors (for example, innovativeness, complexity, and responsiveness).

Geography: A census tract delineated by the United States Bureau of the Census in the most recent decennial census.

Home Mortgage Disclosure Act (HMDA): The statute that requires certain mortgage lenders that do business or have banking offices in a metropolitan statistical area to file annual summary reports of their mortgage lending activity. The reports include such data as the race, gender, and the income of applications, the amount of loan requested, and the disposition of the application (for example, approved, denied, and withdrawn).

Home mortgage loans: Includes home purchase and home improvement loans as defined in the HMDA regulation. This definition also includes multifamily (five or more families) dwelling loans, loans for the purchase of manufactured homes and refinancings of home improvement and home purchase loans.

Household: Includes all persons occupying a housing unit. Persons not living in households are classified as living in group quarters. In 100 percent tabulations, the count of households always equals the count of occupied housing units.

Limited-scope review: Performance is analyzed using only quantitative factors (for example, geographic distribution, borrower distribution, total number and dollar amount of investments, and branch distribution).

Low-income: Individual income that is less than 50 percent of the area median income, or a median family income that is less than 50 percent, in the case of a geography.

Market share: The number of loans originated and purchased by the institution as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Metropolitan area (MA): A metropolitan statistical area (MSA) or a metropolitan division (MD) as defined by the Office of Management and Budget. A MSA is a core area containing at least one urbanized area of 50,000 or more inhabitants, together with adjacent communities having a high degree of economic and social integration with that core. A MD is a division of a MSA based on specific criteria including commuting patterns. Only a MSA that has a population of at least 2.5 million may be divided into MDs.

Middle-income: Individual income that is at least 80 percent and less than 120 percent of the area median income, or a median family income that is at least 80 percent and less than 120 percent, in the case of a geography.

Moderate-income: Individual income that is at least 50 percent and less than 80 percent of the area median income, or a median family income that is at least 50 percent and less than 80 percent, in the case of a geography.

Multifamily: Refers to a residential structure that contains five or more units.

Nonmetropolitan area (NonMSA): Any area that is not located within an MSA.

Other products: Includes any unreported optional category of loans for which the institution collects and maintains data for consideration during a CRA examination. Examples of such activity include consumer loans and other loan data an institution may provide concerning its lending performance.

Owner-occupied units: Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

Qualified investment: A qualified investment is defined as any lawful investment, deposit, membership share, or grant that has as its primary purpose community development.

Rated area: A rated area is a state or multistate metropolitan area. For an institution with domestic branches in only one state, the institution's CRA rating would be the state rating. If an institution maintains domestic branches in more than one state, the institution will receive a rating for each state in which those branches are located. If an institution maintains domestic branches in two or more states within a multistate metropolitan area, the institution will receive a rating for the multistate metropolitan area. For these institutions, no state ratings will be received unless the bank also maintains deposit facilities outside of the multistate metropolitan area. CRA activity is captured in either a state rating or a multistate metropolitan area rating, but not both.

Small loan(s) to business(es): A loan included in 'loans to small businesses' as defined in the Consolidated Report of Condition and Income (Call Report) instructions. These loans have original amounts of \$1 million or less and typically are either secured by nonfarm or nonresidential real estate or are classified as commercial and industrial loans. However, thrift institutions may also exercise the option to report loans secured by nonfarm residential real estate as 'small business loans' if the loans are reported on the TFR as nonmortgage, commercial loans.

Small loan(s) to farm(s): A loan included in 'loans to small farms' as defined in the Consolidated Reports of Condition and Income (Call Report) instructions. These loans have original amounts of \$500,000 or less and are either secured by farmland or are classified as loans to finance agricultural production and other loans to farmers.

Upper-income: Individual income that is more than 120 percent of the area median income, or a median family income that is more than 120 percent, in the case of a geography.