

Risk Management for Community Banks

Presented Virtually - May 9, 2024



Presented Jointly by:

elliott davis



Featuring Guest Presenters from:



Richmond ▪ Baltimore ▪ Charlotte

Program Topics

AI Powered Audit and Risk: Efficiency, Risks, and Precautions

Unlock the potential of AI and related tools for internal audit and risk management teams, boosting effectiveness and efficiency. Learn to navigate risks associated with emerging technologies and implement precautions to avoid pitfalls.

Liquidity Then and Now

In this session we will share our observations on liquidity across community banking landscape, one year out from the bank failures of March 2023.

A Bridge Over Troubled Credit Water

Is your loan portfolio “Safe and Sound” or heading towards troubled waters? In this session we will discuss a series of credit observations including loan portfolio stress testing, recent regulatory guidance related to commercial real estate, asset quality trends, and problem loan management.

How to Validate & Optimize Your AML Model

In the ever-evolving landscape of financial regulations, the effective implementation of Bank Secrecy Act (BSA) and Anti-Money Laundering (AML) measures is paramount. This presentation offers a comprehensive exploration of BSA/AML model validation and optimization, equipping financial institutions with the tools and strategies needed to enhance compliance and mitigate risks.

The Ever Present Topic: Fraud

In this presentation we will discuss fraud and how it impacts financial institutions. Additionally, we will discuss fraud trends and emerging issues, as well as typical controls utilized to mitigate fraud risk.

Federal Reserve Bank of Richmond Regulatory Update - *John Blum & Angelo Parker*

Our final session will provide an overview of hot topics, areas of concern and bright spots that regulators are seeing in our community banks. There will also be an opportunity to ask questions of our guest presenters.

Agenda

8:45 a.m. – 9:00 a.m. Log In
9:00 a.m. – 12:05 p.m. Program
12:05 p.m. – 1:05 p.m. Lunch Break
1:05 p.m. – 3:00 p.m. Program

Learning Objectives

After attending, participants will be able to:

- Determine use cases for AI in their risk departments
- Determine potential liquidity and credit flags in their institutions
- Optimize their AML model
- Update their fraud program for emerging fraud risks
- Identify potential regulatory concerns

CPE Information:

Continuing Education: Up to 5 hours of CPE credit

Field of Study: Specialized Knowledge

Delivery Method: Group Internet Based

Program Level: Basic

Prerequisites: None

Advance Preparation: None

To earn the full 5 hours of credit, participants must attend a minimum of 250 minutes and respond to a minimum of 15 polling questions.



About our Presenters

Josh White, CPA, CFIRS | Shareholder and Financial Services Practice Leader

Josh serves as the Specialty Group Leader for the firm's Financial Services Group. In this role, he leads the firm's financial services audit, tax, advisory, and consulting teams, as well as oversees their related service offerings. Josh's customers include both public and private banks, mortgage companies and trust companies. He assists these customers with financial statement audits, internal control over financial reporting audits (Sarbanes-Oxley and FDICIA), and internal audit engagements.

Bob Balzano, CPA | Senior Manager

Bob has more than eight years of experience serving both publicly traded and private institutions. He works with a variety of institutions with asset sizes ranging from \$50 million to over \$5 billion. In his current role, Bob provides a variety of services, including external audit, outsourced internal audit, and consulting services for community banks. Bob's specialties include technical accounting, operations, testing and implementation of internal controls pursuant to FDICIA and SOX requirements, and credit review. He also assists customers with complex accounting issues such as CECL, business combinations, and others.

Jennifer Bledsoe, CAMS, CRCM | Manager

Jennifer provides audit services to financial institutions with a focus on financial crimes and regulatory compliance. Her experience includes Bank Secrecy Act (BSA)/Anti-Money Laundering (AML) compliance, BSA/AML model validations, deposit and loan compliance, fair lending analysis, and second-line defense consulting.

Jay Brietz, CPA, CIA | Principal, Digital Risk Services Practice Leader

Jay has almost 30 years of finance and accounting experience with in-depth knowledge of all types of internal controls and process reviews, including outsourced internal audit, general IT controls, risk management, and SOC Reporting. Jay leads our Digital Risk Services practice, which includes outsourced/co-sourced Internal Audit, IT Audit/SOX, SOC Reporting, and HITRUST. He has been focused on delivering internal controls and risk management projects for organizations in multiple industries for the past 20 years.

Evan Henderson, CIA, CFE, CAMS, CRCM | Manager

Evan provides community banks with a wide range of services, including internal audit, regulatory compliance, and other consulting services. With nearly five years of regulatory compliance experience and multiple years of Fortune 500 internal audit experience, Evan is one of the firm's specialists in performing internal audit services and compliance related audits and reviews for community banks.

Marissa Lahousse, CAMS | Manager

Marissa is a financial services professional experienced in providing internal audit and risk advisory consulting services for banks, credit unions, and fintech companies. Areas of focus include Bank Secrecy Act (BSA), consumer regulatory compliance and operational areas such as deposit, loan, ACH, branch operations, and credit administration. Prior to joining Elliott Davis, Marissa worked in the compliance department at a community bank. Her consulting experience includes regulatory compliance engagements ranging from consent orders, internal audits, data system validations and optimizations, and overall program consulting.

Brody Ledbetter, CPA, CISA, CRCM | Senior Manager

Brody has extensive experience in public accounting working with financial institutions in both the public and private sectors. Brody assists customers with testing of key controls (SOX 404 & FDICIA), and internal audit and compliance consulting services. Currently, he specializes in Metro 2 Credit Reporting, Bank Secrecy Act/Anti-Money Laundering compliance, including independent testing and model validations, deposit compliance audits, and other various internal audits for community banks and credit unions.

Jason L. Price, CPA, CRC | Credit Risk Senior Manager

Jason is the practice leader for loan review and credit risk services. He has over 20 years of credit risk experience. Jason works exclusively with financial institutions in size from \$50 million to \$170 billion in total assets. His specialties include loan review, loan portfolio stress testing, and loan due diligence. Prior to joining Elliott Davis, Jason worked in the Financial Services industry for 10 years.

Drew Young, CRCM, CBAP | Managing Director

Drew works exclusively with financial institutions to provide regulatory compliance services, including risk-based regulatory compliance review, Bank Secrecy Act review, fair lending analysis, consultation, audit and training. He has over 15 years of experience serving financial institutions of various asset sizes throughout the US.

John Blum | Senior Manager, Federal Reserve Bank of Richmond

John Blum is a Senior Manager in the Federal Reserve Bank of Richmond's Division of Supervision, Regulation, and Credit, specializing in leading community and regional bank examination teams. Prior to joining the Federal Reserve in September of 2008, Mr. Blum held various officer level positions in several large and community banks. He began his banking career as a customer service representative in a small community bank, but most of his career has been spent in middle market business and commercial banking as a lender and relationship manager.

Angelo Parker | Community Bank Central Point of Contact, Federal Reserve Bank of Richmond

Angelo Parker is a community bank Point of Contact for the Federal Reserve Bank of Richmond's Division of Supervision, Regulation, and Credit. Mr. Parker began his banking career in 2001 as a branch manager with First Union Bank. He continued in the industry, working for several regional and community banks in various customer facing roles. He joined the Federal Reserve in March of 2009.

Risk Management Seminar for Community Banks

REGISTRATION FORM

Elliott Davis Risk Management Seminar

May 9, 2024 | Offered as a virtual program

Bank Name _____

Address _____

City/State/ZIP _____

Phone _____ Fax _____

Name _____

Email _____

Name _____

Email _____

Name _____

Email _____

Payment Information

VACB Member (\$195 ea) \$ _____ Amount Enclosed

ED Client (\$195 ea) \$ _____ Amount Enclosed

VACB Refund Policy

Registration refunds may be given until May 2, 2024 by contacting kgarner@vacb.org. After May 2 refunds will be given less a \$75 cancellation fee. For questions or concerns, contact Katharine Garner at kgarner@vacb.org or by phone at 804.673.8250.

Charge my: VISA MasterCard Discover

Card Number: _____

Card Address: _____

Name on Card: _____

Exp. Date: _____ CVV: _____

Signature: _____

Return to VACB by May 2, 2024

VACB 7204 Glen Forest Dr., Ste. 101, Richmond, VA 23226 (804) 673-8250–Phone | (804) 673-8251–Fax | www.vacb.org

Elliott Davis is registered with the National Association of State Boards of Accountancy (NASBA) as a sponsor of continuing professional education on the National Registry of CPE Sponsors. State boards of accountancy have final authority on the acceptance of individual courses for CPE credit. Complaints regarding registered sponsors may be submitted to the National Registry of CPE Sponsors through its website www.nasbaregistry.org.