

MINUTES OF THE RESCHEDULED REGULAR MEETING
OF THE STATE BANKING BOARD

MARCH 20, 2024

First item of business on the agenda, Chairman Thompson called the Banking Board meeting to order at 10:00 a.m., pursuant to the Agenda that was posted for public display prior to 10:00 a.m. on March 11, 2024. Notice of the meeting was also made available to the Secretary of State and other interested parties pursuant to Title 25 O.S. § 311 (The Open Meeting Act). The meeting was held in the Conference Room of the State Banking Department, Oklahoma City, Oklahoma.

Second item on the agenda was roll call; the following members were present:

Mick Thompson, Chairman
Sandy Bracken
Tom Thompson
Wade Huckabay
Brad Krieger
Rick Harper
David Terry

Also present: Angela Morris, Director of Non-Depository; Wayne Arbuthnot, Assistant Deputy Commissioner; Austyn Hatfield, Executive Secretary, and Matt Mowdy, Legal Counsel.

Third item on the agenda was approval of minutes for the regular meeting held February 7, 2024. Chairman Thompson asked for any changes or additions to the minutes. Member Bracken made a motion for approval of the minutes of the meeting held February 7, 2024. The motion was seconded by Member Thompson and approved as follows:

Sandy Bracken – voted yes
Tom Thompson – voted yes
Wade Huckabay – voted yes
Brad Krieger – voted yes
Rick Harper – voted yes
David Terry – voted yes

Fourth item on the agenda, Commissioner's Monthly Reports:

A. Department Status Update

Chairman Thompson gave an overview of the Expenditure Summary. He said two national banks converted to state charters last year. The Department regulates approximately 180 money transmitters (17 applications on review and waiting for approval).

Member Krieger asked if the Department receives many comments regarding reduction of assessments?

Chairman Thompson said most of the feedback is received from the legislature on reductions.

Chairman Thompson gave handouts regarding the sliding scale used for larger banks' assessments. He stated there could be possible adjustments to the sliding scale at the November Board meeting.

B. Examination Report

Chairman Thompson reported that during the month of February the Banking Department completed examinations of two fed members banks, three nonmember banks, and one credit union. As of February 29, two bank examinations, one credit union, and assisting three federal exams are in process.

C. Legislative Update

Chairman Thompson said newly elected Speaker of the House Kyle Hilbert and Pro-Tempore of the Senate Greg McCortney will both be confirmed in November.

Chairman Thompson said 2,000 bills were filed and 2,400 carried over from last year. He said as of March 15, 2024, 1,300 bills were still alive. The Department is tracking 30 bills. H.B. 1547 regarding settlements for minors was passed in the House then amended and passed in the Senate. It must now go back to the House for the amendment to be accepted. H.B. 4092, an OBA-requested bill to lower the cost of credit on Ag loans under \$5,000, is also being watched. He thanked the CBAO, OBA, various lobbyists, Matt Mowdy, Chariee Gittings, and Regina Rainey for tracking bills. State law requires an adjournment sine die no later than 5:00 p.m. on May 28, 2024.

D. Pending Applications

Chairman Thompson confirmed each Board member is receiving the report of pending applications.

Fifth item on the agenda:

Consideration of, and possible action on, request for approval of Merger and Application to Maintain and Operate a Branch by Acquisition:

- A. Application for Merger of First National Bank, Spearman, Texas, with and into Bank of the Panhandle, Guymon, Oklahoma, pursuant to Title 6 O.S. § 1103.
- B. Acquired Branch Application of Bank of the Panhandle, Guymon, Oklahoma, pursuant to Title 6 O.S. § 501.1 and O.A.C. 85:10-9-2.
Branch Location: 729 West 7th Avenue, Spearman, Texas

Steve Baggerly, Chairman of the Board and Sally Hawkins, President, were present to answer questions. Mr. Baggerly discussed the relationship between the two banks. He also explained how the resulting bank will become more efficient after the merger by eliminating duplication of

processes and procedures. He was complimentary of the Department during this process.

Ms. Hawkins discussed the effects of the merger and benefits to the banks' customers.

Assistant Deputy Commissioner Wayne Arbuthnot discussed the Department's analysis of the merger transaction and stated the Department has no objection to the merger.

Chairman Thompson said he is impressed with the banks' board and their involvement.

Mr. Baggerly said the FDIC has approved the applications. Federal Reserve approval is based on the Banking Board's approval.

Member Bracken made the motion to approve the merger. The motion was seconded by Member Huckabay and approved as follows:

Sandy Bracken – voted yes
Tom Thompson – voted yes
Wade Huckabay – voted yes
Brad Krieger – voted yes
Rick Harper – voted yes
David Terry – voted yes

Member Thompson made the motion to approve the branch. The motion was seconded by Member Bracken and approved as follows:

Sandy Bracken – voted yes
Tom Thompson – voted yes
Wade Huckabay – voted yes
Brad Krieger – voted yes
Rick Harper – voted yes
David Terry – voted yes

Seventh item on the agenda, New Business.

There was no new business to discuss.

Eighth item on the agenda, Adjournment.

Member Terry made a motion to adjourn. The motion was seconded by Member Krieger and approved as follows:

Sandy Bracken – voted yes
Tom Thompson – voted yes
Wade Huckabay – voted yes
Brad Krieger – voted yes
Rick Harper – voted yes
David Terry – voted yes

The meeting adjourned at 10:35 a.m.

Mick Thompson, Chairman

Tom Thompson

Sandy Bracken

Brad Krieger

Tom Thompson

Wade Huckabay

Rick Harper