

# Banks at a Glance: Alaska

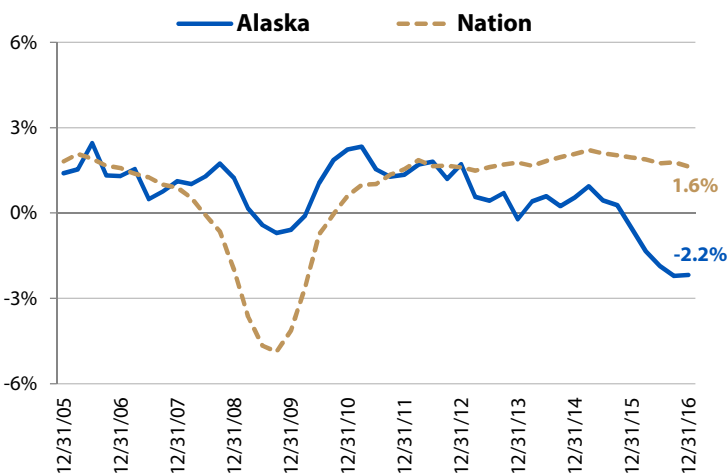
## Economic and Banking Highlights

- Alaska's economy continued to struggle, driven by weaknesses in the energy sector. Job growth turned positive for a few years post-recession, but trended negative over the past year. The unemployment rate was the second highest in the nation with little relative movement over the past decade. Home prices weathered the recession fairly well and were relatively steady, yet have been weak compared to other states.
- Despite the struggling economy, Alaska's four commercial banks have performed relatively well. The average return on assets ratio continued to trend above the nation, however average loan growth was volatile and ended 2016 in negative territory. Asset quality was generally stronger than the nation during the economic recovery, although the average nonperforming assets ratio increased in recent quarters. Alaska banks have been holding more capital and balance sheet liquidity since the recession, partly a reflection of weak loan growth.

### Key Economic Metrics (ranking #1 = highest in the nation)

#### Year-over-Year Job Growth: -2.2%

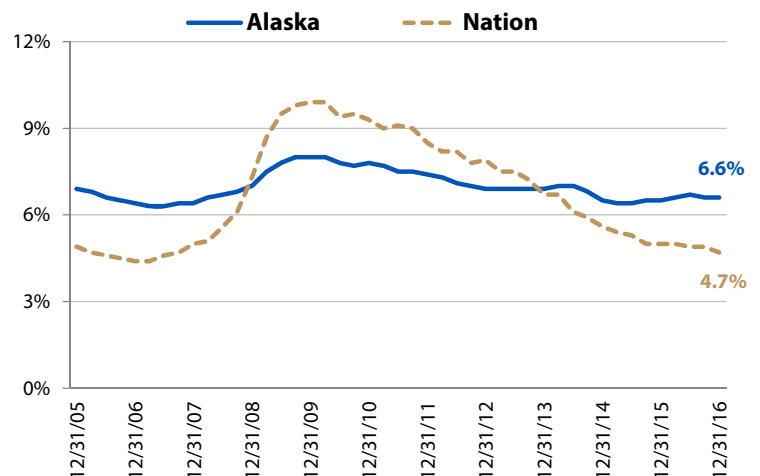
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Establishment Survey, nonfarm payrolls, quarterly average, seasonally adjusted  
Source: Bureau of Labor Statistics

#### Unemployment: 6.6%

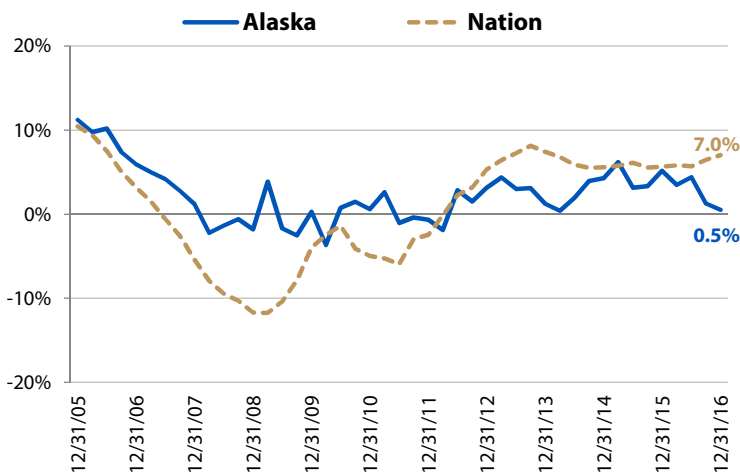
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Household Employment Survey, end of period, seasonally adjusted  
Source: Bureau of Labor Statistics

#### Year-over-Year Home Price Growth: 0.5%

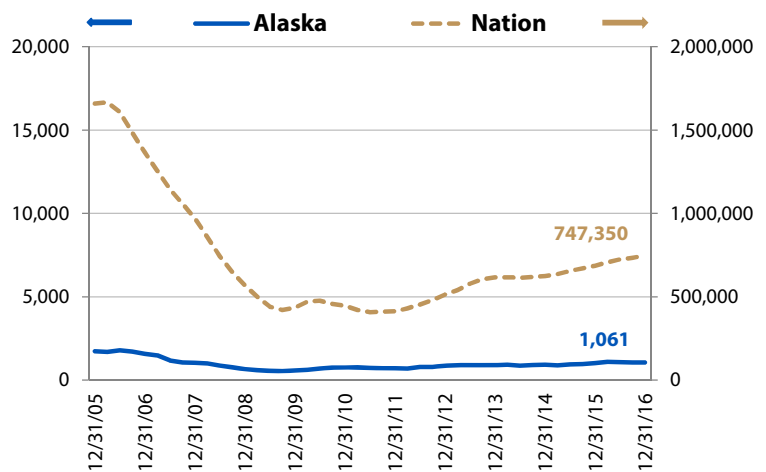
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Housing Price Index, year-over-year change of average home prices  
Source: Federal Housing Finance Agency

#### Housing Permit Volume: 1,061

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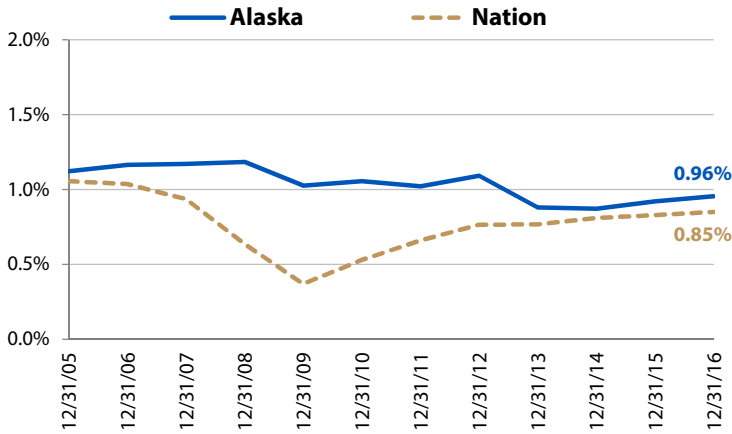


Single family permits, trailing four quarter total; ranking based on number of new permit volumes / estimated total households by state  
Source: Census Bureau

## Key Banking Metrics (averages across banks; ranking #1 = highest in the nation)

### Year-to-Date Return On Assets: 0.96%

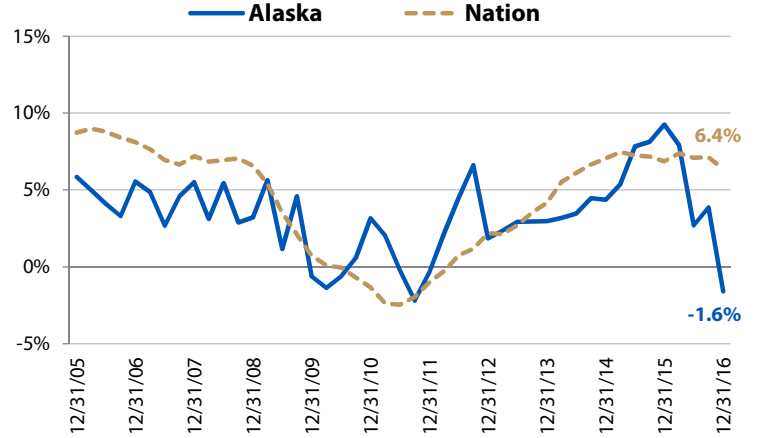
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Net income / average assets, adjusted for S-Corps, annualized

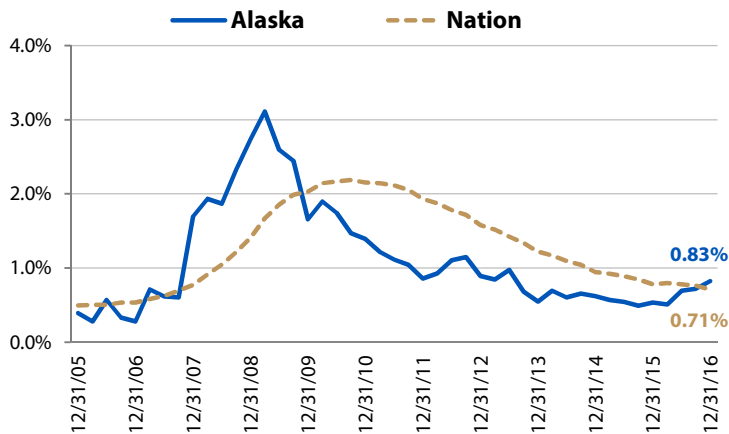
### Year-over-Year Net Loan Growth: -1.6%

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### Nonperforming Assets / Total Assets: 0.83%

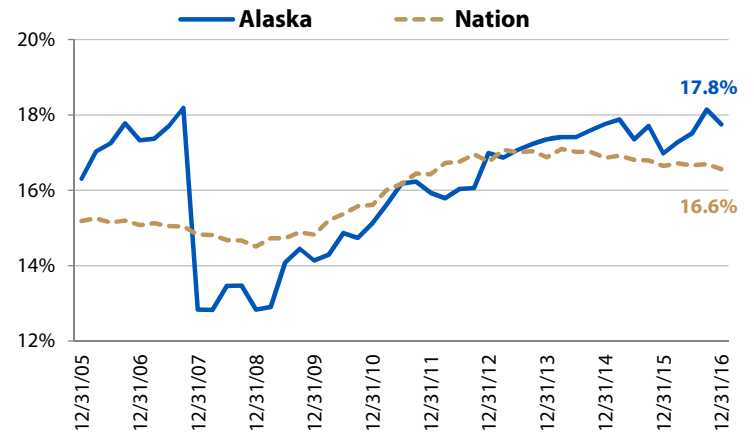
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90+ days past due + nonaccruals + other real estate owned / total assets

### Total Risk-Based Capital: 17.8%

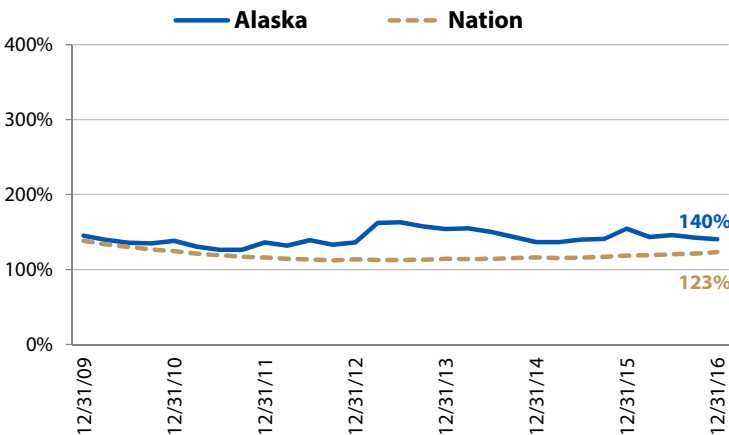
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Total capital / risk-weighted assets

### CRE Concentration: 140%

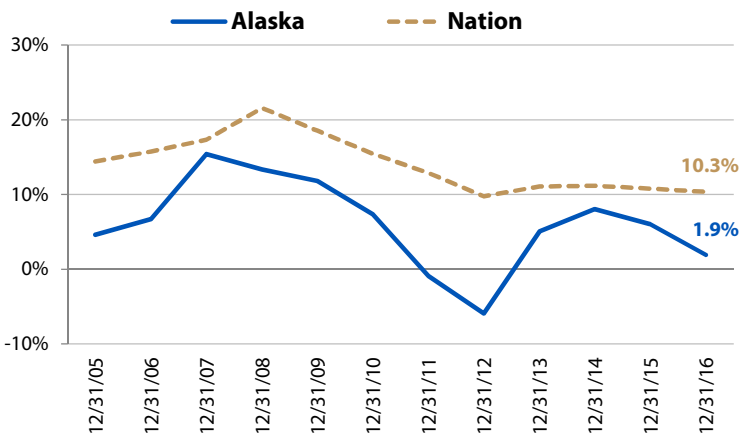
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Total nonowner-occupied commercial real estate / total capital (data first available in 2009)

### Net Noncore Funding Dependence: 1.9%

Rank: #45



Noncore liabilities (using 100k threshold) less short term investments / long term assets

Source: Call Report data for commercial banks based upon headquarters location. Averages are calculated on a "trimmed" basis by removing the highest 10% and lowest 10% of ratio values prior to averaging to prevent distortion from outliers. All charts display quarterly data, except for return on average assets and net noncore funding dependence which display the same quarter in each year. Growth rates are not adjusted for mergers. Graphics and data exclude "De Novo" banks (banks less than five years old). As of the latest period, the count of banks included in these statistics were four for the state and 5,082 for the nation.