

Dept. of Financial Institutions: Wisconsin's state-chartered banks report sound third-quarter financial performance

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MADISON, Wis. – Wisconsin's 130 state-chartered banks continue to demonstrate solid financial performance as of September 30, 2022, according to data released today by the [Wisconsin Department of Financial Institutions \(DFI\)](#).

Total assets of Wisconsin's state-chartered banks stand at more than \$67.1 billion through September 30, 2022, down from \$67.8 billion reported September 30, 2021. Despite rising interest rates, the net interest margin is holding steady, decreasing slightly from 3.35% as of September 30, 2021, to 3.33% as of September 30, 2022. Net loans have increased 5.1% from September 30, 2021, up \$2.2 billion.

In the twelve months ending on September 30, 2022:

- The capital ratio remained satisfactory at 9.38% compared to 10.97% in September 2021;
- The past due ratio improved to 0.56% from 0.76% in September 2021;
- Net operating income was over \$594.3 million, but down from \$679.4 million in September 2021 due, in part, to the end of the Paycheck Protection Program (PPP) fee income and secondary market income;
- The return on average assets ratio showed a decline to 1.19% from 1.39% in September 2021; and
- Bank liquidity remained adequate but was impacted by the increase in the loans to assets ratio at 68.89% compared to 64.82% in September 2021.

“As interest rates continue to rise and economic uncertainty persists, Wisconsin’s state-chartered banks are displaying sound decisions and financial performance through the third-quarter of 2022,” said DFI Secretary-designee Cheryl Olson-Collins. “Overall, Wisconsin’s state-chartered banks are financially stable and a source of strength for the economy.”

To learn more, read DFI’s [Bank Performance Indicator Report](#) as of September 30, 2022.