

Independent Liquidity Reviews for Banks

Heber provides community banks with low-cost, independent liquidity reviews that focus on the bank's existing policies, procedures, management oversight and information reported to the bank's board. Our step-by-step review incorporates items listed in the federal regulatory guidance, "Interagency Policy Statement on Funding and Liquidity Risk Management" (OCC 2010-13). We review the bank's performance against each item, detail our findings and make suggestions for improvement, if any, as appropriate.

Our bank liquidity reviews include the following:

- Whether the bank reviews liquidity from many different perspectives and the thoroughness of the bank's process.
- Whether the bank's liquidity and liquidity risk measures are comprehensive and reasonable.
- Day-to-day liquidity and contingent liquidity are reviewed and measured historically and forward-looking.
- Cash flow scenarios are stressed and we report whether contingent funding plans are in place to address adverse events.
- Whether liquidity reporting to the Board is thorough and timely.
- Whether the Bank has appropriate strategies, policies, procedures and risk tolerance for effective liquidity risk management.
- Our findings are detailed in an easy to follow Q&A format.