



BEST PRACTICE: LIQUIDITY REPORTING

HOW STREAMLINING REPORTING EFFORTS HELPED ONE CORPORATE CREDIT UNION SAVE TIME AND MONEY

OVERVIEW

First Carolina Corporate Credit Union (FCCCU) provides risk modeling, liquidity reporting and valuation services to more than 50 credit unions utilizing ZM Financial Systems' OnlineALM.com™ tool.

PROBLEM

As demands for regulatory reporting continue to increase, awareness of best modeling practices – especially benchmarking and validation – can fall to the wayside. Meeting liquidity reporting requirements often requires additional steps that are performed outside of traditional AL models, which can result in additional time and increases probabilities for error.

SOLUTION

FCCCU implemented ZM Financial Systems' OnlineALM with standard liquidity reporting included to save time and increase accuracy.

RESULTS

With the recent regulatory hype in liquidity reporting, a number of FCCCU's member credit unions needed help with funding ratios. Using OnlineALM reports, FCCCU was able to create an in-house solution by combining sources and uses report with additional funding sources. An added feature of OnlineALM functionality is that reports are generated straight into Excel format making reports easier to polish and enhance for client presentations.

"Initially, there were two steps we added after the reports were run that slowed our completion process," says Melissa Scott, VP, ALM Services, First Carolina Corporate Credit Union. "We asked if it was possible to make a slight modification in the reporting to make things work more smoothly for us. ZMFS' support staff quickly implemented our change, which made our process more efficient. In turn, we can now service our members more quickly and efficiently. We can use Excel's vlookup function and do not have to manually adjust our reports."

Scott adds, "Overall, each time we up fit a change in a report, by using OnlineALM, we save at least 20 minutes – that's EACH time we change a report."

Transparency

The OnlineALM product from ZM Financial Systems provides FCCCU's members with access to an outsourced model (with FCCCU performing the modeling) while still having full access to simulations and transparent reporting).

"Our members can see everything we do, as well as what the model is doing," says Scott. "This transparency provides not only confidence in the information they are receiving, but arms them with the information they need to make informed and strategic business decisions to better manage risk and profitability." In fact, our examiners have started to ask for ZM-specific reports by name based on our reporting output."

LEARN MORE ABOUT LIQUIDITY REPORTING

ZM Financial Systems brings practical solutions to complex financial problems, offering complete solutions in securities and fixed-income analytics, credit-adjusted ALM, liquidity, risk management, budgeting and funds transfer pricing. We also offer large bank solutions to meet the evolving regulatory risk reporting requirements. Contact us today to learn more about our solutions to complex financial problems:

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