



## AGENDA

Tuesday, May 22

### *MST Client Day*

8:00 a.m.-Noon	<b>LLA User Lab Training</b> Additional registration required	San Juan
1:00 – 3:00 p.m.	<b>Early Conference Registration</b>	San Antonio Ballroom Lobby
2:00 – 5:30 p.m.	<b>MST Client User Group</b>	San Antonio A
6:00 – 8:30 p.m.	<b>MST Client Reception</b>	La Cantera (TBA)

## Wednesday, May 23

7:00 – 8:00 a.m.	<b>Breakfast</b>	La Cantera Ballroom
7:00 – 7:45 a.m.	<b>CECL 101</b> Optional early morning session for those new to CECL. Grab breakfast and join us. <i>with Regan Camp, MST</i>	San Antonio A
7:00 – 8:00 a.m.	<b>Registration Open</b>	San Antonio Ballroom Lobby
7:45 a.m.	<b>APP Use Tutorial</b> Optional session to get the most out of the conference app	San Antonio Ballroom D-I

8:00 a.m.	<p><b>Welcome and Introduce the Game Day Panel</b>  <i>Moderated by Dalton Sirmans</i>  <i>Regan Camp and Chris Emery, commentators</i></p>	San Antonio Ballroom D-I
8:15 a.m.	<p><b>What Was the FASB Thinking?</b>  Learn the fundamental principles of the CECL model, including the alternatives permitted under the standard and the FASB's considerations in creating those alternatives and the related disclosure requirements. Mr. Smith will offer his insider viewpoint as one who is intimately familiar with the accounting standard.  <i>with Larry Smith, FTI Consulting and former FASB Board Member</i></p>	San Antonio Ballroom D-I
9:15 a.m.	<p><b>Ripped from the CECL Headlines: Updates from the Regulators and Auditors</b>  <i>Panel with Larry Smith, FTI Consulting and former FASB Board Member</i>  <i>Chad Kellar, Crowe Horwath</i>  <i>Graham Dyer, Grant Thornton and FASB TRG Member</i>  <i>Moderated by Regan Camp, MST</i>  This session will update attendees on what regulators, the TRG, AICPA, etc. have to say about the Allowance and CECL. And it will include a section on what examiners and auditors expect from community banks in the quarters leading up to CECL adoption.</p>	San Antonio Ballroom D-I
10:15 – 10:30 a.m.	<b>BREAK</b>	San Antonio Ballroom Foyer
10:30 a.m.	<p><b>Two Things in Accounting Life Are Certain: Taxes and CECL</b>  <i>with Will Neeriemer, DHG Financial Services</i>  <i>Heather Wallace, DHG Financial Services</i>  CECL and tax reform are two of highest priority issues for bankers today. In this session, we will explore the impacts of CECL on accounting for income taxes. We will also cover the recent tax reform law and its potential impacts on accounting for income taxes, as well as potential impacts on credit trends.</p>	San Antonio Ballroom D-I
11:30 a.m.	<p><b>Transitioning Your Incurred Loss Methodology to CECL</b>  <i>with Hans Pettit, Horne</i>  <i>Mike Thronson, Moss Adams</i>  <i>Moderated by Garry Rank</i>  Some have stated that CECL is far different from the allowance and incurred loss, others suggest to revise, Garry Rank will lead a panel that will discuss how to take all the experience from the reserve under current GAAP and move to CECL.</p>	San Antonio Ballroom D-I
12:30 p.m.	<b>LUNCH</b>	La Cantera TBA
1:30- 4:30 p.m.	<b>Breakout Sessions</b> ( <i>pick 1 in each time slot</i> )	
1:30 – 2:20 p.m. 2:30 – 3:20 p.m. 3:30 – 4:20 p.m.	<p><b>Data Gap Analysis and Current State Assessment</b>  <i>with Garry Rank, MST</i></p>	San Augustine 3 <sup>rd</sup> floor

**Cohort Methodology Deep Dive** San Antonio Ballroom A  
*with Chuck Nwokocha, MST*

**Vintage Methodology Deep Dive** San Antonio Ballroom B  
*with Paula King, MST*

**PD/LGD, Transition Matrix Methodology Deep Dive** San Antonio Ballroom C  
*with Chris Emery, MST*

**Discounted Cash Flow Methodology Deep Dive** San Juan  
*with Shane Williams, MST*  
3<sup>rd</sup> floor

**Pooling and Segmentation** San Gabriel  
*with Vince Milano, Postlethwaite and Netterville*  
*Zach Englert, MST*  
3<sup>rd</sup> floor

4:20 p.m. **Adjourn for the day from Workshops**

5:30- 6:30 p.m. **Welcome Fiesta** San Antonio Ballroom  
Join your colleagues for more networking, appetizers, drinks Terrace  
and fiesta fun.

6:30 – 10:30 p.m. **Shuttles to the Pearl and downtown San Antonio** Outside San Antonio  
Hop on one of the shuttles to explore San Antonio. Last shuttle Ballroom  
from downtown is at 10 p.m.

## Thursday, May 24

7:00 – 8:00 a.m. **Breakfast** La Cantera Ballroom

8:00 a.m. **CECL Scouting Report Recap Day 1** San Antonio Ballroom D-I  
**Introduce the Game Day Panel**

8:15 a.m. **Economic Outlook Domestic and International** San Antonio Ballroom D-I  
*with Dr. Tom Cunningham, Sr Economist, Atlanta*  
*Federal Reserve (retired), MST Advisor*

9:15 a.m. **Impact of Economic Factors on Loan Types** San Antonio Ballroom D-I  
*with Dr. Tom Cunningham, Sr Economist, Atlanta*  
*Federal Reserve (retired), MST Advisor*  
*Chris Emery, MST*  
*Zach Langley, MST*  
*Jack Mayo and Caleb Norton, Piedmont College*  
*Students, research project*

10:15 – 10:30 a.m. **BREAK** San Antonio Ballroom D-I

<p>10:30 a.m. (note this is a 2-hour session to accommodate all of these topics)</p>	<p><b>Impact Players: Q Factors Under CECL</b>  <i>Panel with Mike Shearer, PWC  John Donohue, Moss Adams  Chuck Nwokocha, MST  Moderated by Chris Emery, MST</i>  A look at what financial institutions are doing today in the way of Q Factors and what they will be under CECL. This session includes applying a reasonable and supportable forecast and examples of how institutions may apply an adjustment to a CECL methodology.</p>	<p>San Antonio Ballroom D-I</p>
<p>12:30 p.m.</p>	<p><b>LUNCH</b></p>	<p>La Cantera TBA</p>
<p>1:30- 4:30 p.m.</p>	<p><b>Breakout Sessions</b> (<i>pick 1 in each time slot</i>)</p>	
<p>1:30 – 2:20 p.m.  2:30 – 3:20 p.m.  3:30 – 4:20 p.m.</p>	<p><b>Strategic Benefits of CECL Data Analytics</b>  <i>with Hans Pettit and Ashley McAdams, Horne</i></p>	<p>San Gabriel  3<sup>rd</sup> floor</p>
	<p><b>You Know What They Say About Assumptions</b>  What assumptions do you make in your quarterly allowance estimation? Do you understand the variability of making those assumptions? Some assumptions you make come in the form of pooling segmentation, the model used, q-factors used, and loss estimates. In this workshop, we will cover different assumptions, show sensitivity analysis, and the importance of documentation to support your assumptions.  <i>with Shane Williams, MST</i></p>	<p>San Antonio Ballroom A</p>
	<p><b>Examining the Relationship Between CECL and DFAST</b>  <i>with Chuck Nwokocha, MST</i></p>	<p>San Antonio Ballroom B</p>
	<p><b>Reporting and Disclosures Under CECL</b>  <i>with Dorsey Baskin, partner emeritus, Grant Thornton, Independent MST Advisor</i></p>	<p>San Antonio Ballroom C</p>
	<p><b>CECL Considerations from a Model Risk Management Perspective</b>  <i>with Robin Sawyer, DHG Financial Services</i></p>	<p>San Juan  3<sup>rd</sup> floor</p>
	<p><b>Confessions of a Data Analyst</b>  As most institutions have begun to plan their transition to CECL, a number of them are discovering first-hand the additional emphasis on data. Reporting under CECL is going to require banks to encompass not just more data fields, but encompass more historical data to account for the life of a loan. Because of this significant shift in data utilization some data pitfalls are becoming more and more prevalent.  <i>with Zach Langley and Zach Englert, MST</i></p>	<p>San Augustine  3<sup>rd</sup> floor</p>

- 4:20 p.m. **Adjourn for the day from Workshops**
- 6:30 – 9:00 p.m. **Taste of Texas Dinner** San Sabo Plaza and Lawn  
Join us for a feast for the senses! Sights, sounds and tastes of the Lonestar state.

## Friday, May 25

- 7:00 – 8:00 a.m. **Breakfast** La Cantera Ballroom
- 8:00 a.m. **Play by Play Recap Day 2** San Antonio Ballroom D-I  
**Introduce the Game Day Panel**
- 8:15 a.m. **The Impact of CECL on Bank Financial Management . . . A Financial Crisis Retrospective** San Antonio Ballroom D-I  
We are long overdue in exploring the potential impact of CECL on bank financial management. Beginning to think through how CECL will behave across the economic cycle should be a priority for us all. Larry Sorensen, CFO of Washington Trust Bank, will share a study conducted by his team at Washington Trust Bank. That study looked at the impact of reserving for life of loan expected credit losses on provision expense, the allowance position, earnings, capital and financial management during the Great Recession. Learn how they conducted the study, why they conducted the study, and the lessons learned.  
*with Larry Sorensen, Washington Trust Bank*
- 9:15 a.m. **Don't You Forget About Me: The Impact of ASU 2016-13 on Debt Securities** San Antonio Ballroom D-I  
Under ASU 2016-13, credit loss measurement differs depending on the debt security's classification: held-to-maturity (HTM) or available-for-sale (AFS) based on management's investment intentions. HTM debt securities, will fall under the CECL model of the ASU. This may potentially require institutions to recognize at adoption and on an ongoing basis, credit losses on certain HTM debt securities which under current guidance would currently have no credit impairment.  
  
The session will provide the information needed to account for losses for debt securities under the new CECL standard.  
*with Gordon Dobner, BKD*  
*John Griffin, BKD*  
*Dale Sheller, The Baker Group*
- 10:15 -10:30 a.m. **BREAK** San Antonio Ballroom Foyer

10:30 a.m.	<b>Lessons Learned from IFRS-9</b> <i>with Mike Shearer, PWC</i>	San Antonio Ballroom D-I
11:30 a.m.	<b>Quarter 2 of CECL: Will You Be Prepared to Explain Your Credit Loss Provision?</b> This session will focus your attention on the information that may be needed after CECL has been adopted to explain subsequent credit loss provisions for the loan portfolio. In doing so, we hope you will be better prepared to make the needed disclosures and for that purpose have in mind the information that may need to be readily available from the ACL (Allowance for Credit Losses) system. It will also touch on the issue of measurement uncertainty as it applies to the ACL and how measurement uncertainty may affect the level of the ACL that lenders choose to carry. <i>with Dorsey Baskin, partner emeritus, Grant Thornton, Independent MST Advisor</i>	San Antonio Ballroom D-I
12:20- 12:35 p.m.	<b>Adjourn Conference with the Game Day Panel</b> <i>Moderated by Regan Camp, MST</i>	San Antonio Ballroom D-I

*\*Agenda and session locations are subject to change.*