



Consumer Credit Conditions

June 2014



Prepared by the
Community Development Department
Federal Reserve Bank of Dallas

Consumer Credit Conditions

The Consumer Credit Conditions update for the Eleventh Federal Reserve District presents maps and charts of consumer loan balances and delinquencies in the district by county, state, loan type and risk score. The data are based on the Federal Reserve Bank of New York Consumer Credit Panel/Equifax. While the Eleventh District includes Texas, northern Louisiana and southern New Mexico, data for all of Louisiana and New Mexico are provided in parts of the update.

Overview

Aggregate consumer debt climbed 7.6 percent, or \$52.9 billion, from June 2013 to June 2014. This was due to a 5.9 percent increase in the number of consumers with a credit report but also to growth in loan activity. Rapid increases in auto and student loan balances (13.5 and 12.8 percent, respectively) continued from a year ago. Mortgage and retail trade debts picked up (6.8 and 6 percent, respectively), while bankcard loans increased modestly (1.8 percent) and home equity installment loans declined (10.8 percent).

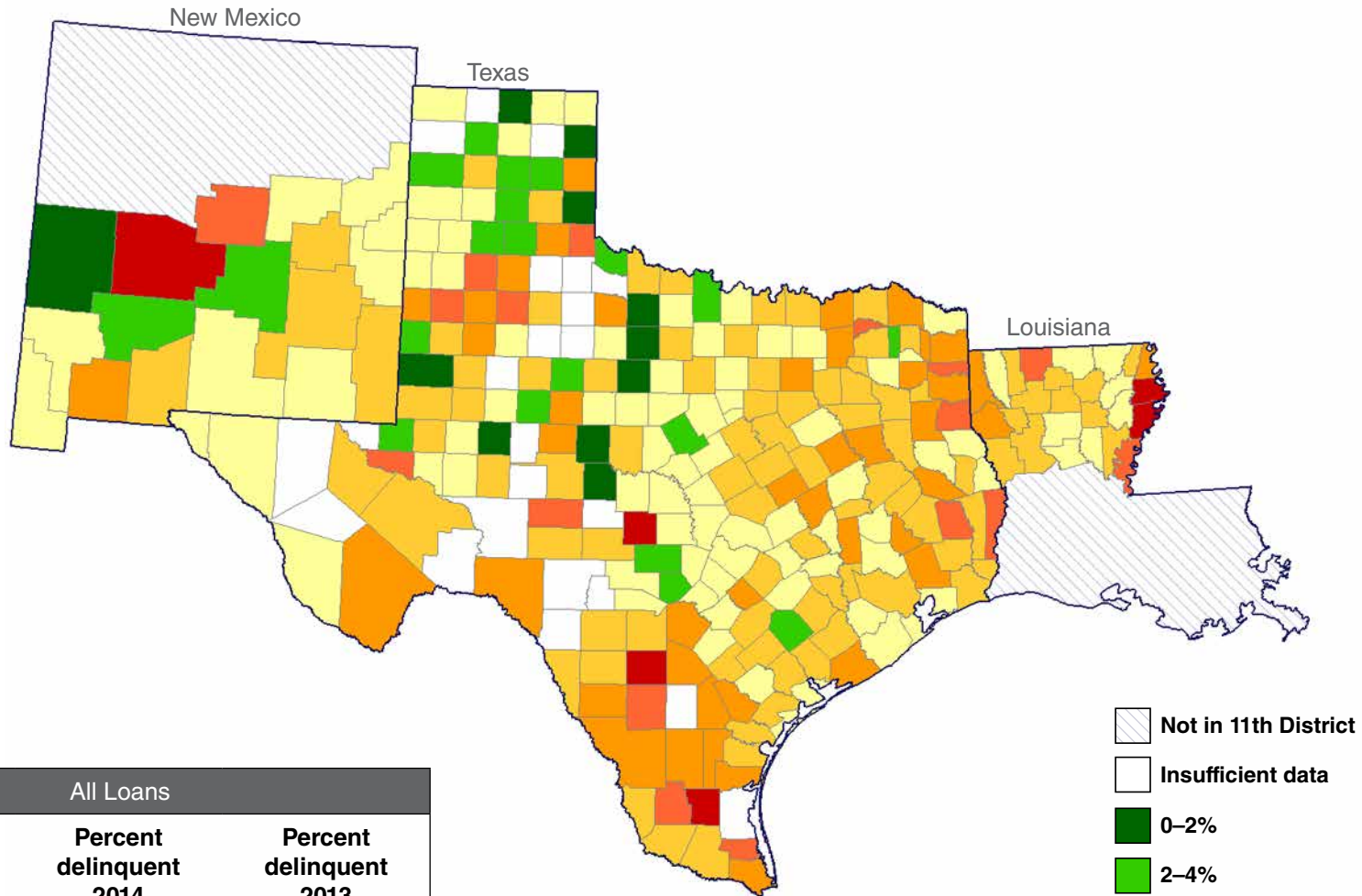
Because consumer debt in Texas accounts for over 95 percent of total debt in the district, trends in the state were largely consistent with those of the district. Northern Louisiana saw an increase in home equity lines of credit (6.3 percent), in contrast with the rest of the district, and it also had a small drop in bankcard loans (0.4 percent). Southern New Mexico had a smaller increase in mortgages (4.6 percent) and a larger decrease in home equity installment loans (16.4 percent) than elsewhere in the district.

The share of mortgages in per capita debt went down 0.5 percentage points in the district, while the share of auto and student loans climbed (0.8 and 0.5 percentage points, respectively). For an average consumer with a credit report, the share of mortgage loans in total debt continued to drop, from 60.3 percent in June 2013 to 59.8 percent in June 2014. However, the share of auto loans rose from 14 to 14.8 percent, and the share of student loans increased from 10.6 to 11.1 percent.

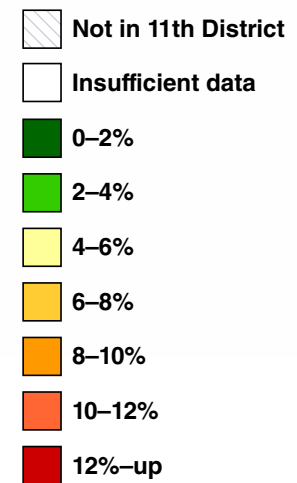
Trending with the nation, overall consumer loan performance in the district improved from a year before. Bankcard delinquencies further declined, from 11.6 percent in June 2013 to 9.4 percent in June 2014, and serious delinquencies dropped from 10.5 to 8.4 percent.

Mortgage delinquencies went down 0.7 percentage points, from 4.9 percent in June 2013 to 4.2 percent in June 2014, and serious delinquencies dropped from 2.4 to 1.9 percent. Auto loan delinquencies and serious delinquencies remained about the same. As national student loan performance stabilized, overall district student loan delinquencies and serious delinquencies both improved 0.3 percentage points from June 2013. Southern New Mexico saw student loan serious delinquencies increase 1 percentage point.

Delinquent Consumer Loans in the Eleventh Federal Reserve District, June 2014

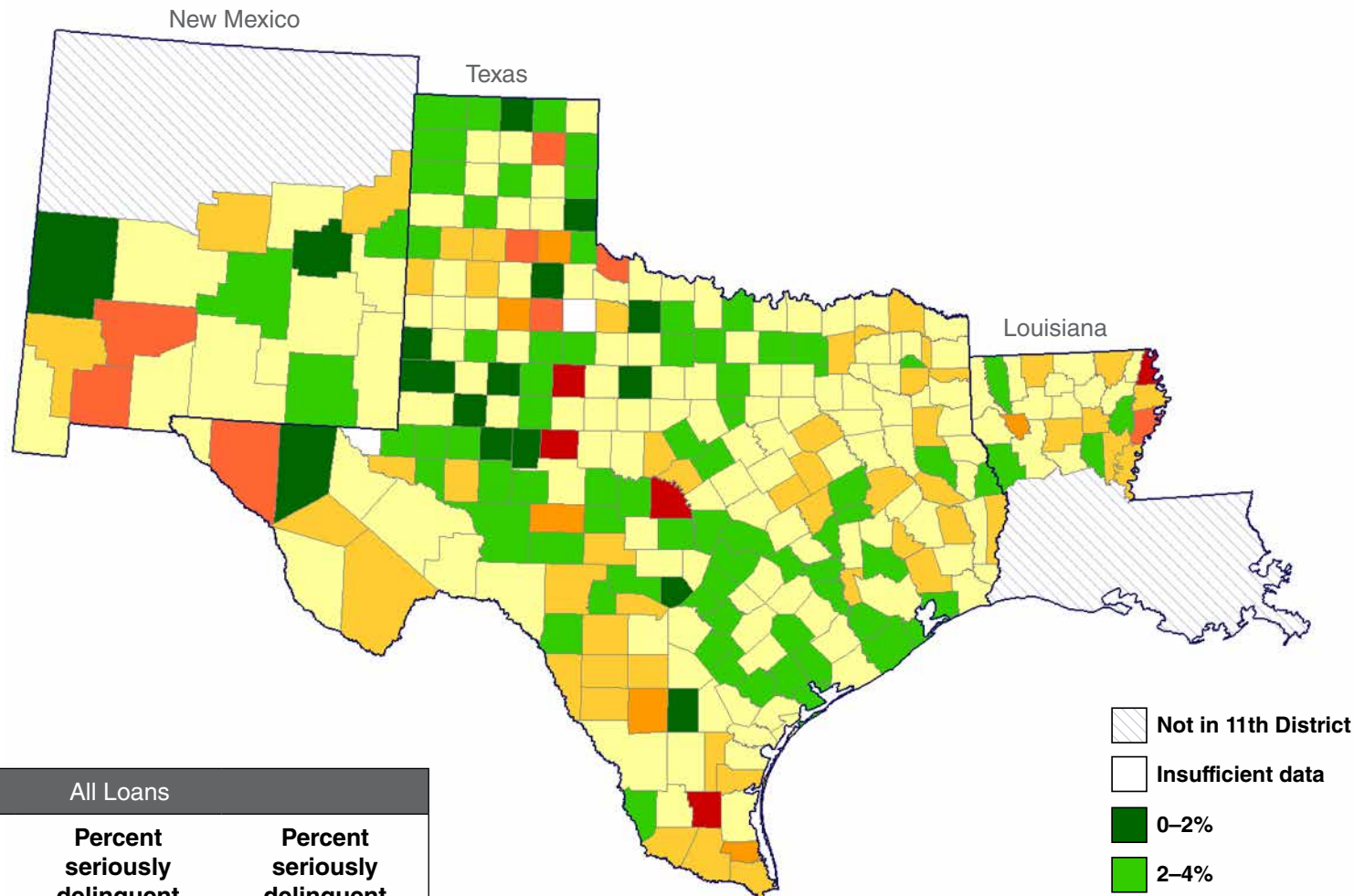


All Loans		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	6.97	7.43
New Mexico	7.02	7.42
Texas	6.28	6.89
11th District	6.32	6.92
U.S.	6.23	7.50












SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Seriously Delinquent Consumer Loans in the Eleventh Federal Reserve District, June 2014

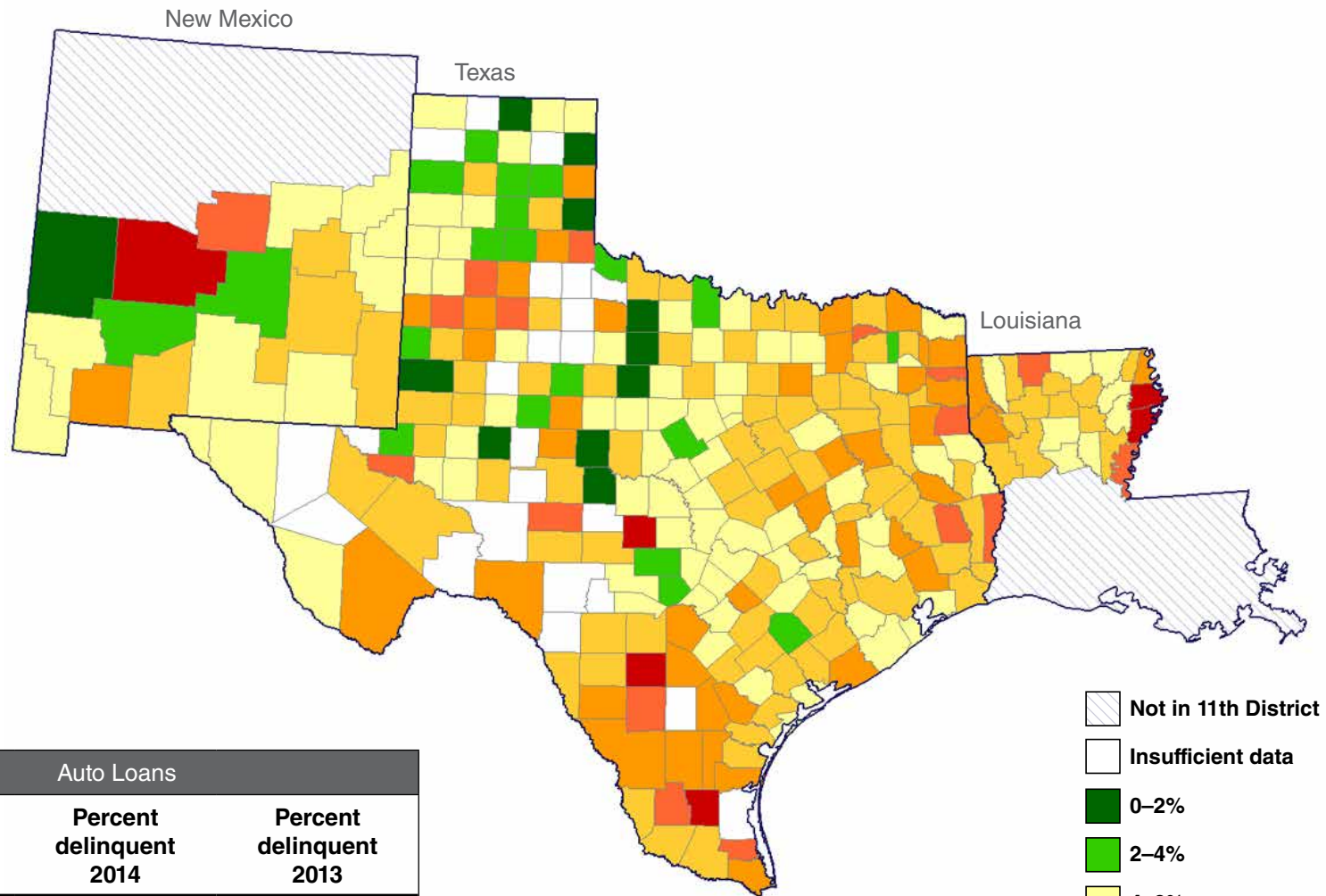


All Loans		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	4.70	5.03
New Mexico	5.05	5.61
Texas	4.22	4.75
11th District	4.24	4.79
U.S.	4.49	5.66

-  Not in 11th District
-  Insufficient data
-  0-2%
-  2-4%
-  4-6%
-  6-8%
-  8-10%
-  10-12%
-  12%-up

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Delinquent Auto Loans in the Eleventh Federal Reserve District, June 2014

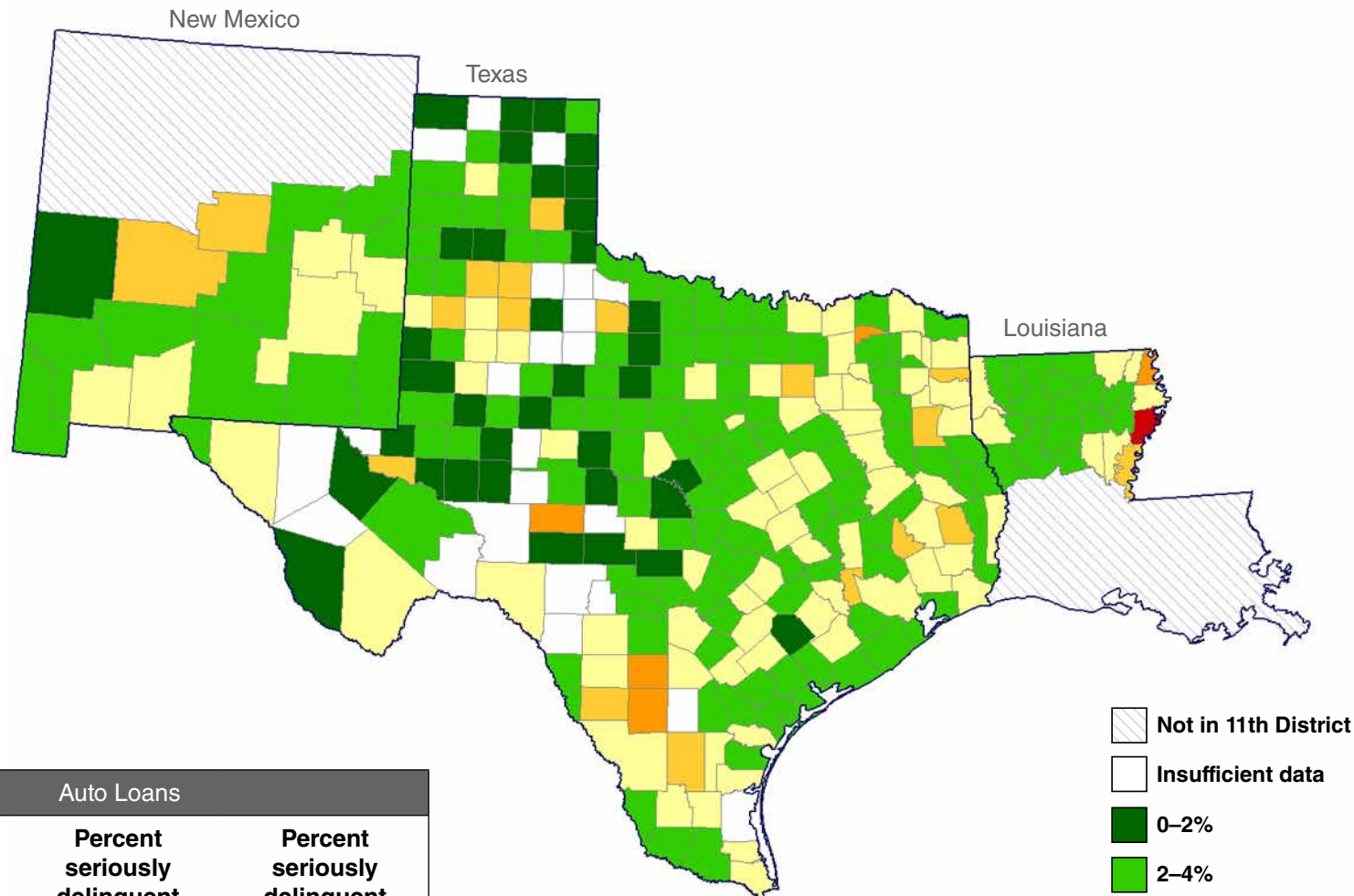


Auto Loans		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	7.20	6.76
New Mexico	6.45	6.09
Texas	6.82	6.72
11th District	6.83	6.71
U.S.	5.58	5.69

- Not in 11th District
- Insufficient data
- 0-2%
- 2-4%
- 4-6%
- 6-8%
- 8-10%
- 10-12%
- 12%-up

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

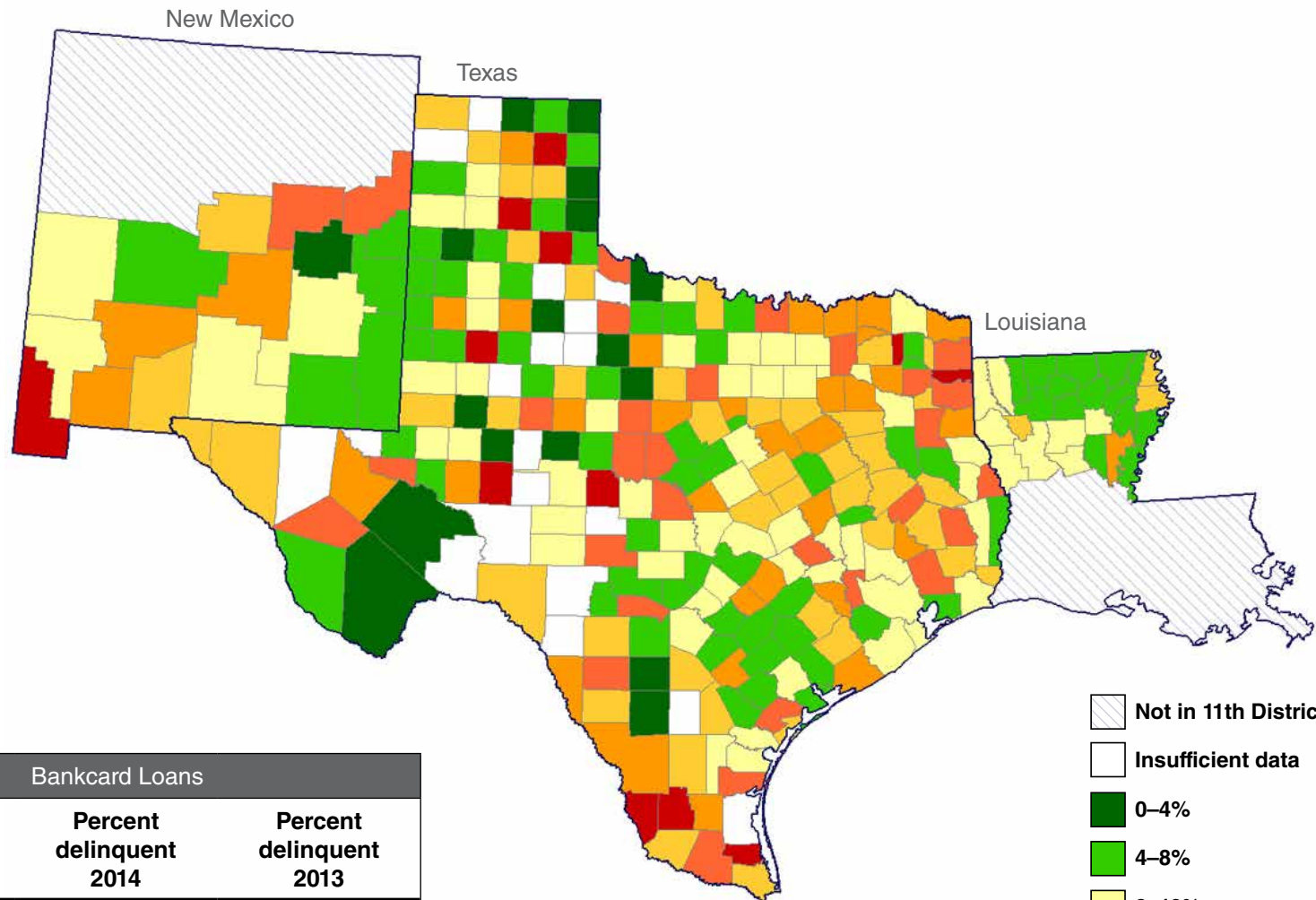
Seriously Delinquent Auto Loans in the Eleventh Federal Reserve District, June 2014



Auto Loans		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	3.76	3.48
New Mexico	3.57	3.81
Texas	4.12	4.25
11th District	4.24	4.21
U.S.	3.29	3.52

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Delinquent Bankcard Loans in the Eleventh Federal Reserve District, June 2014

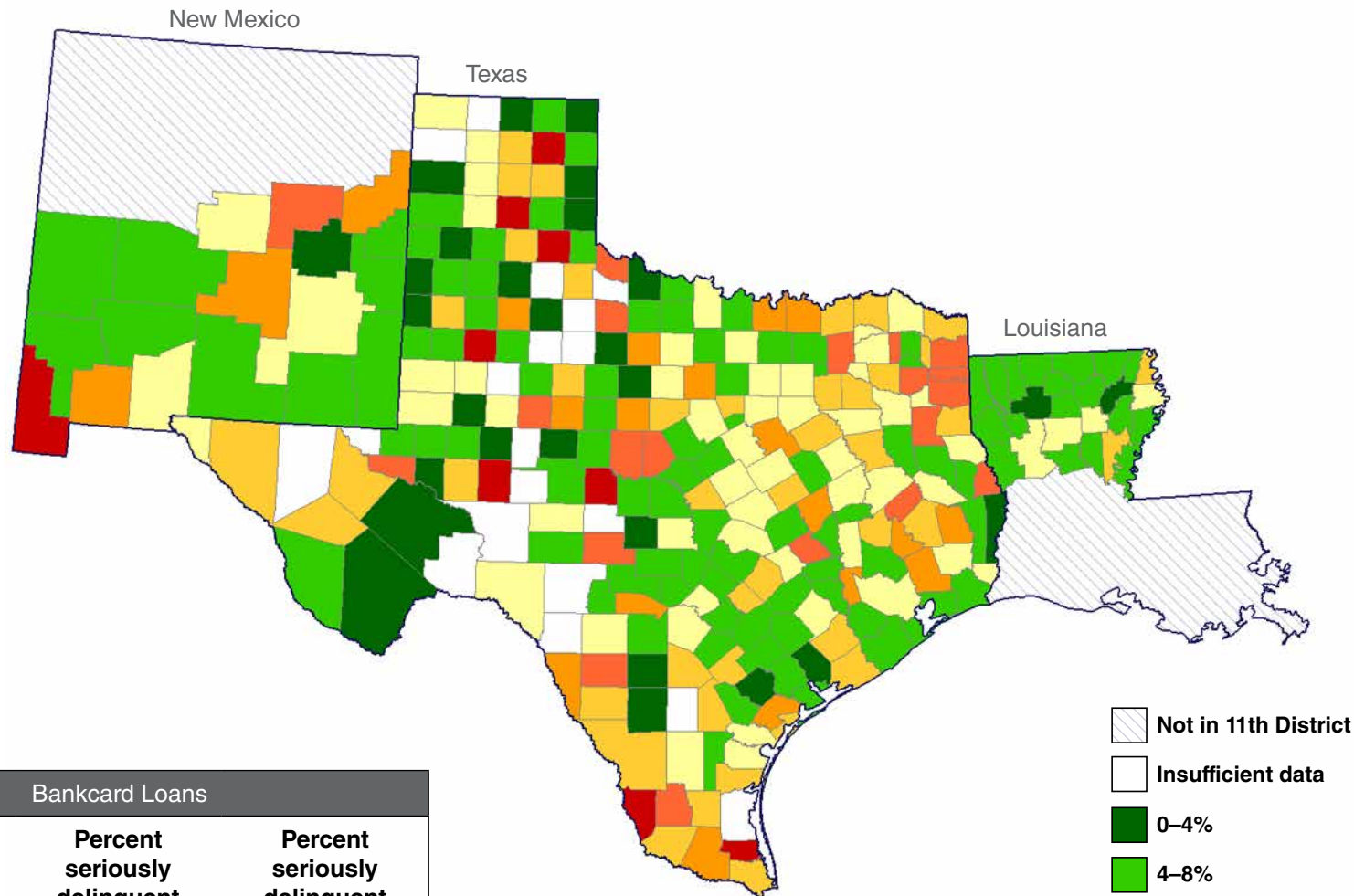


Bankcard Loans		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	8.29	9.79
New Mexico	9.46	9.54
Texas	9.45	11.66
11th District	9.42	11.57
U.S.	9.00	11.14

- Not in 11th District
- Insufficient data
- 0-4%
- 4-8%
- 8-10%
- 10-12%
- 12-14%
- 14-18%
- 18%-up

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

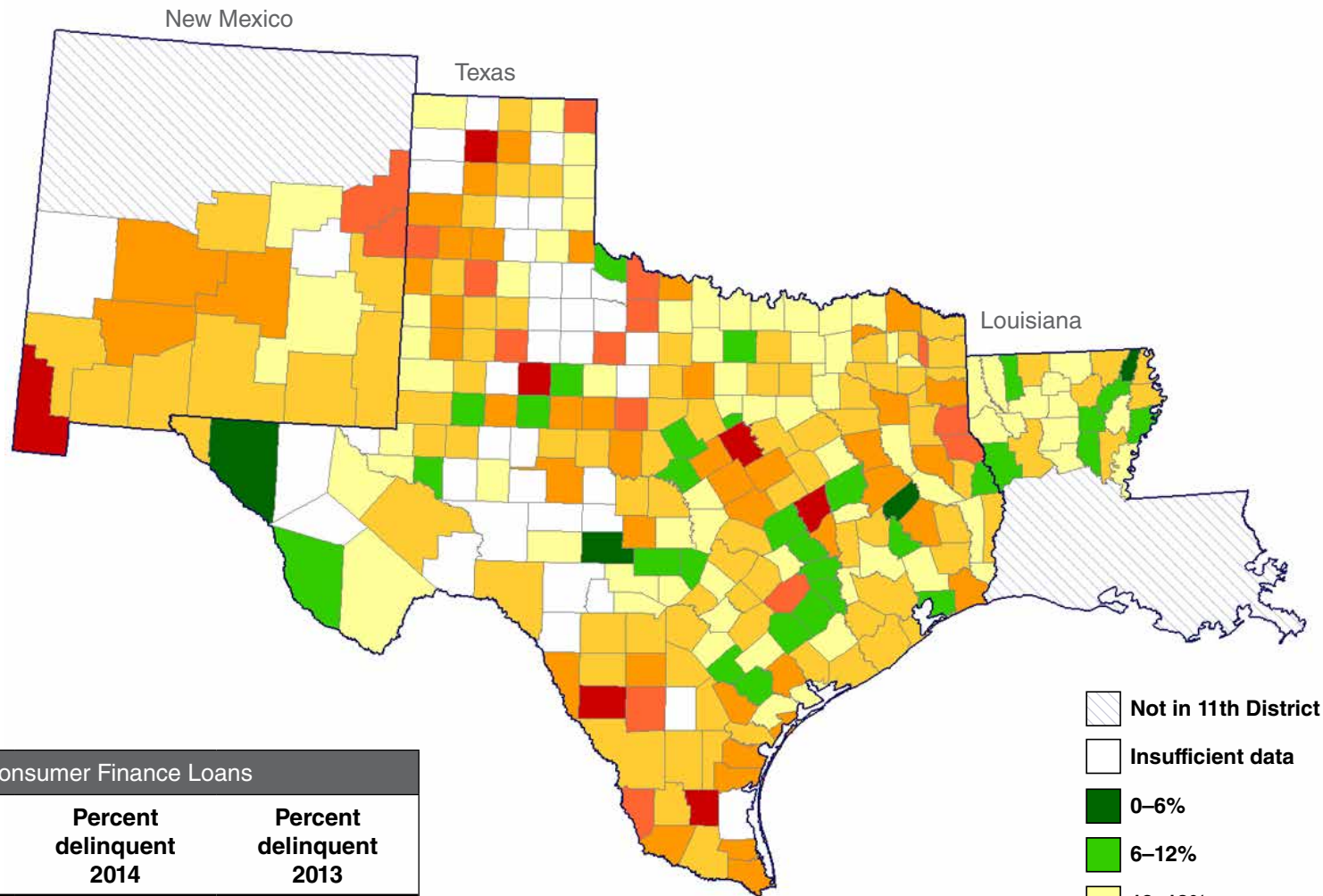
Seriously Delinquent Bankcard Loans in the Eleventh Federal Reserve District, June 2014












Bankcard Loans		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	6.89	8.42
New Mexico	7.95	8.38
Texas	8.42	10.57
11th District	8.37	10.49
U.S.	7.91	9.97

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Delinquent Consumer Finance Loans in the Eleventh Federal Reserve District, June 2014

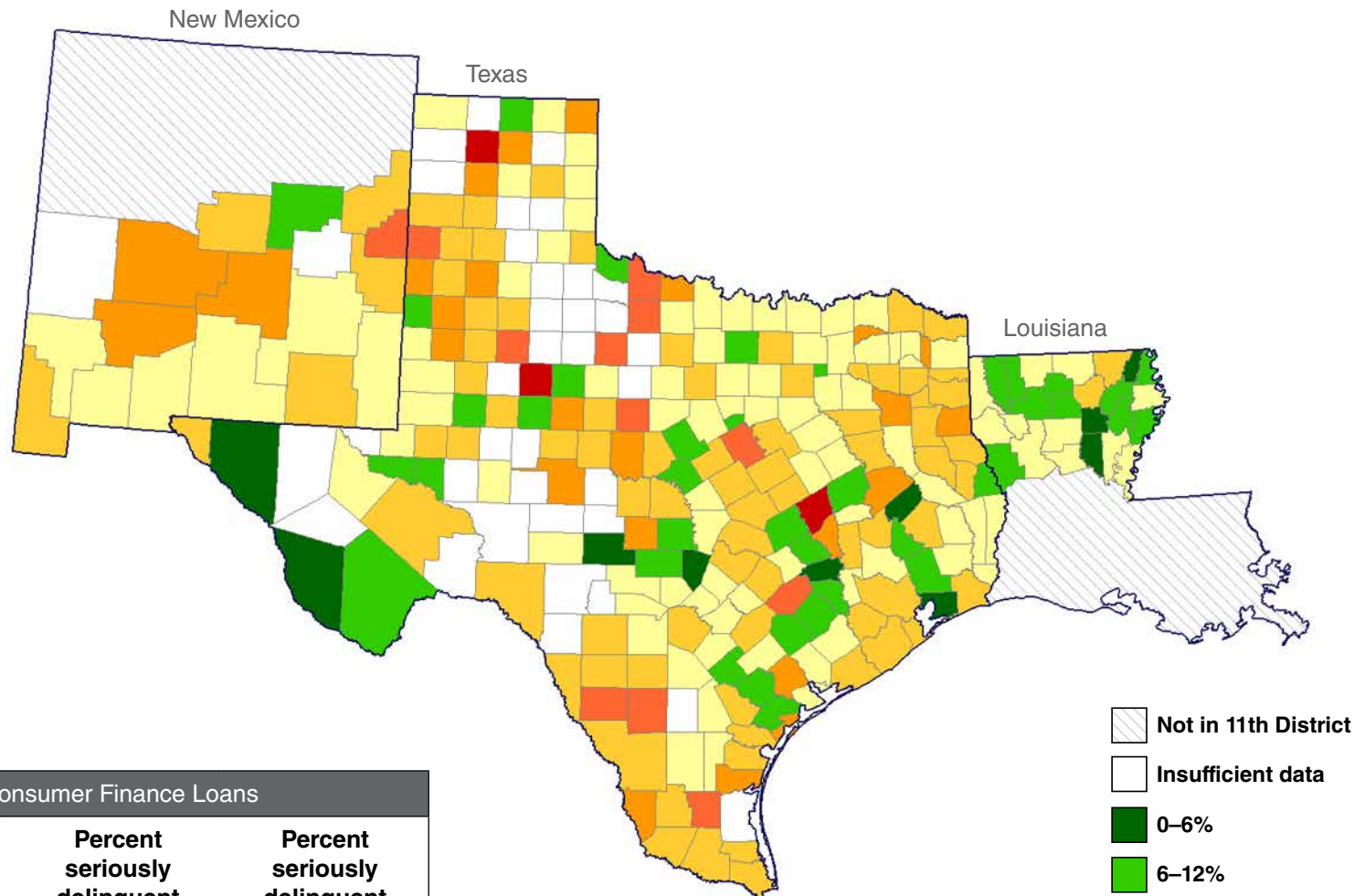


Consumer Finance Loans		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	15.56	17.32
New Mexico	20.97	24.54
Texas	21.49	23.13
11th District	21.21	22.89
U.S.	18.28	22.11

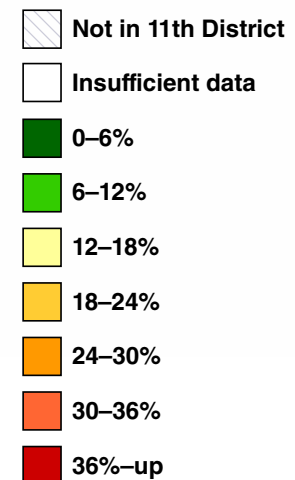
-  Not in 11th District
-  Insufficient data
-  0-6%
-  6-12%
-  12-18%
-  18-24%
-  24-30%
-  30-36%
-  36%-up

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Seriously Delinquent Consumer Finance Loans in the Eleventh Federal Reserve District, June 2014

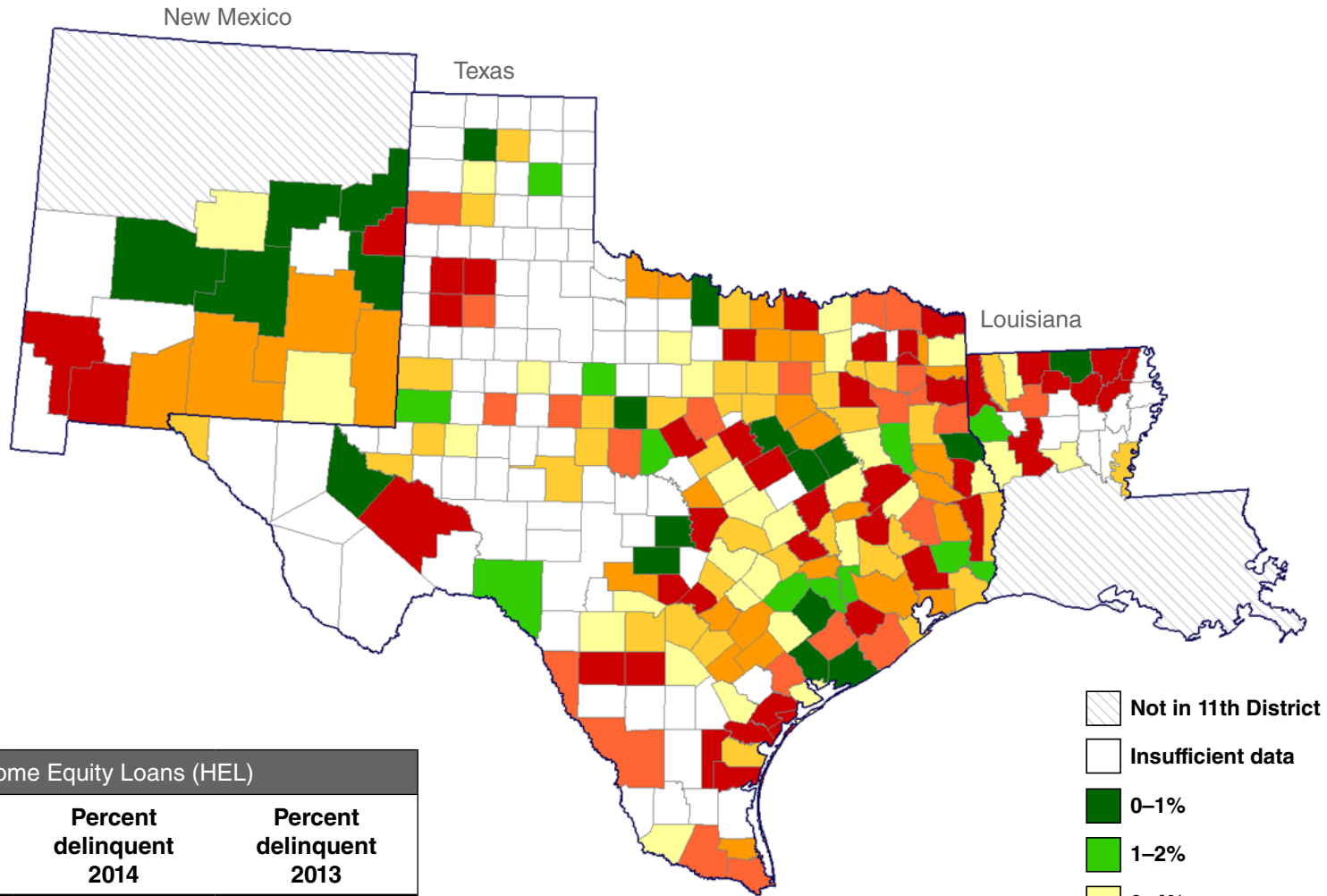


Consumer Finance Loans		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	13.18	14.55
New Mexico	18.33	22.42
Texas	19.44	21.22
11th District	19.12	20.94
U.S.	16.46	20.32



SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

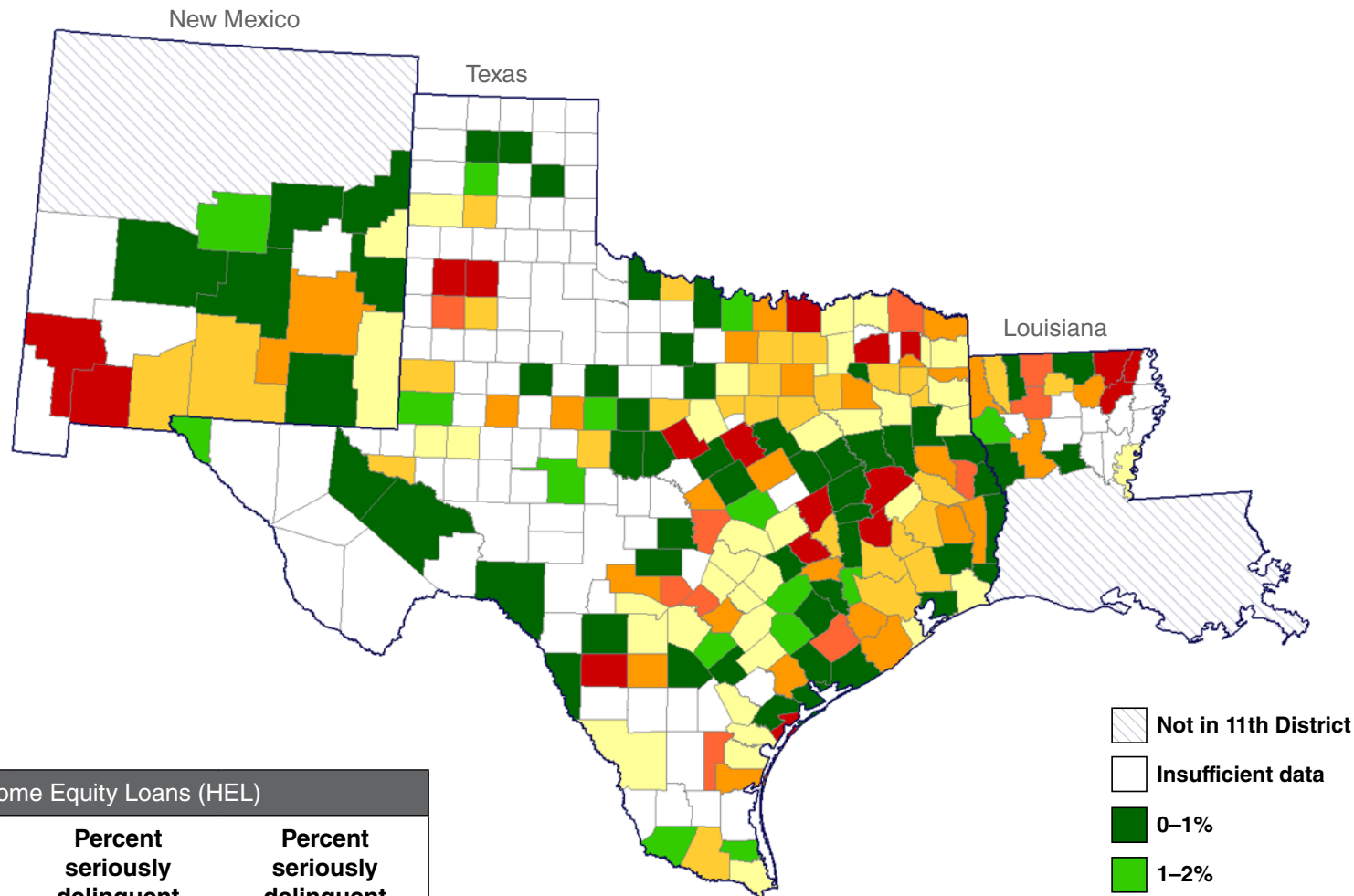
Delinquent Home Equity Loans in the Eleventh Federal Reserve District, June 2014



Home Equity Loans (HEL)		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	9.59	10.12
New Mexico	6.17	8.01
Texas	6.51	8.17
11th District	6.57	8.21
U.S.	7.99	10.02

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

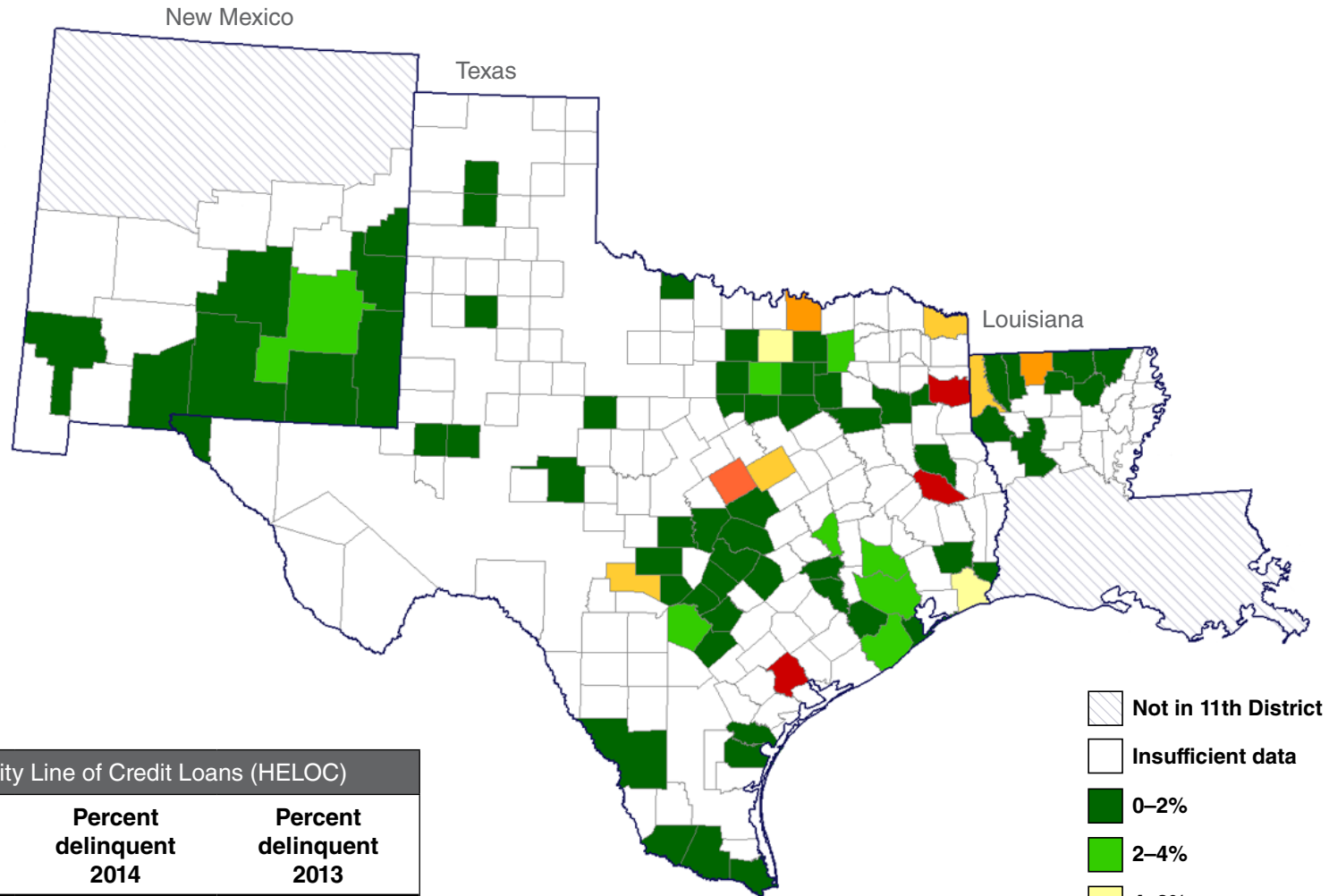
Seriously Delinquent Home Equity Loans in the Eleventh Federal Reserve District, June 2014



Home Equity Loans (HEL)		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	5.86	5.64
New Mexico	3.84	6.43
Texas	4.17	5.75
11th District	4.19	5.76
U.S.	6.01	8.09

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

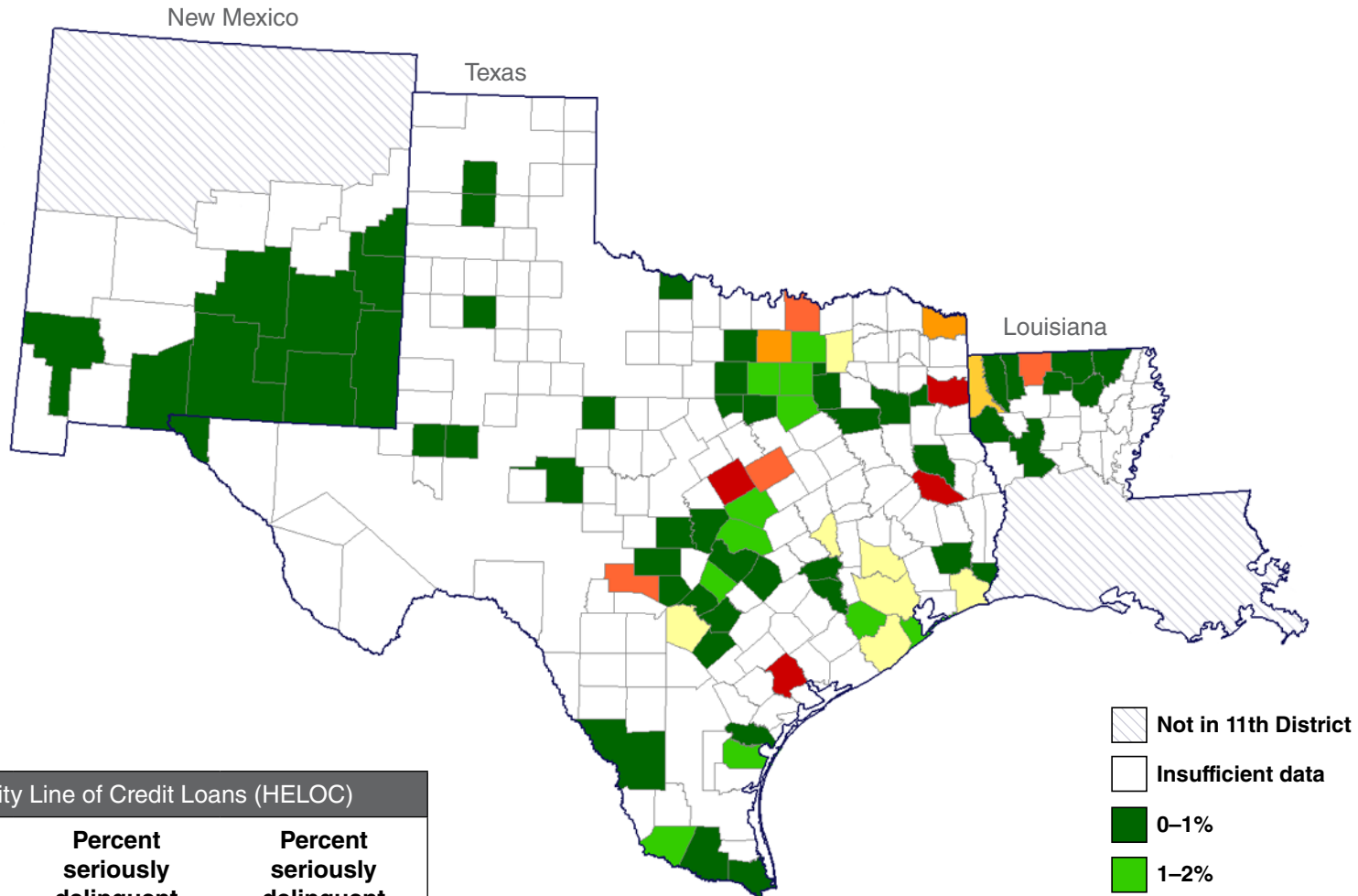
Delinquent Home Equity Line of Credit Loans in the Eleventh Federal Reserve District, June 2014



Home Equity Line of Credit Loans (HELOC)		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	3.13	1.95
New Mexico	0.67	1.61
Texas	2.46	2.54
11th District	2.46	2.48
U.S.	3.98	4.30

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

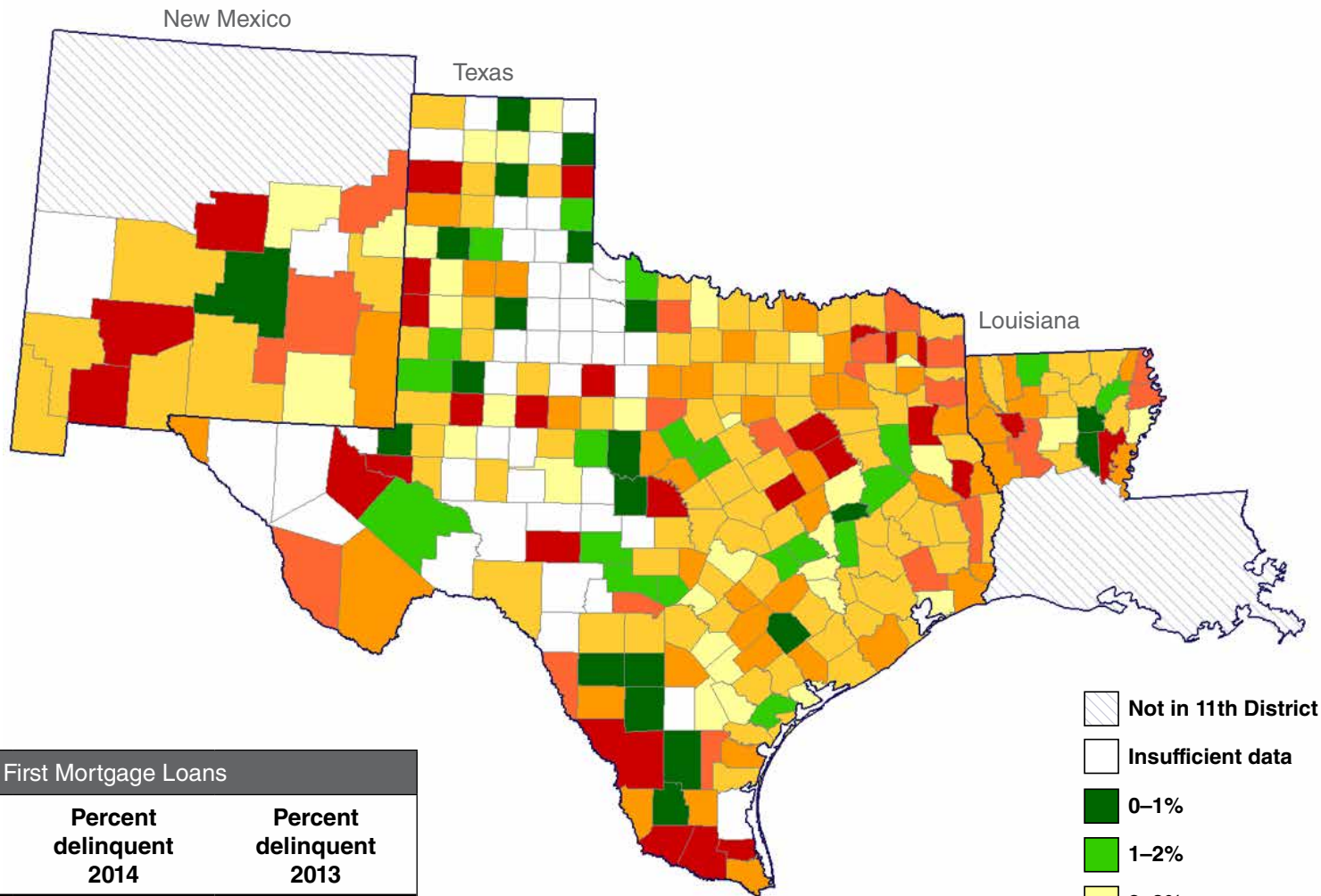
Seriously Delinquent Home Equity Line of Credit Loans in the Eleventh Federal Reserve District, June 2014



Home Equity Line of Credit Loans (HELOC)		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	2.30	1.25
New Mexico	0.38	0.84
Texas	2.01	2.03
11th District	2.00	1.96
U.S.	3.13	3.38

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Delinquent First Mortgage Loans in the Eleventh Federal Reserve District, June 2014

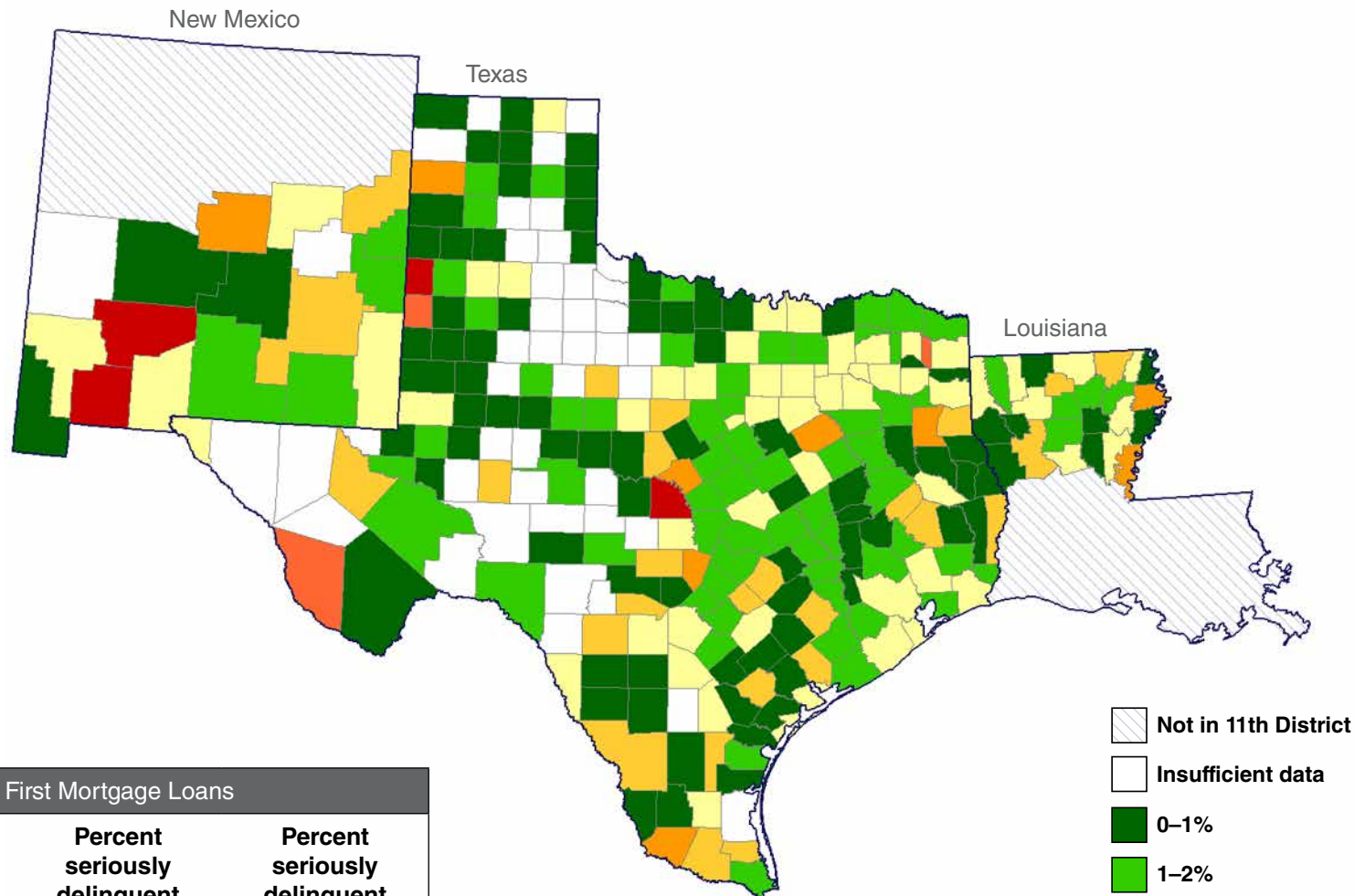


First Mortgage Loans		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	4.52	5.16
New Mexico	4.49	5.45
Texas	4.22	4.88
11th District	4.23	4.90
U.S.	5.31	6.90

- Not in 11th District
- Insufficient data
- 0-1%
- 1-2%
- 2-3%
- 3-5%
- 5-7%
- 7-9%
- 9%-up

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

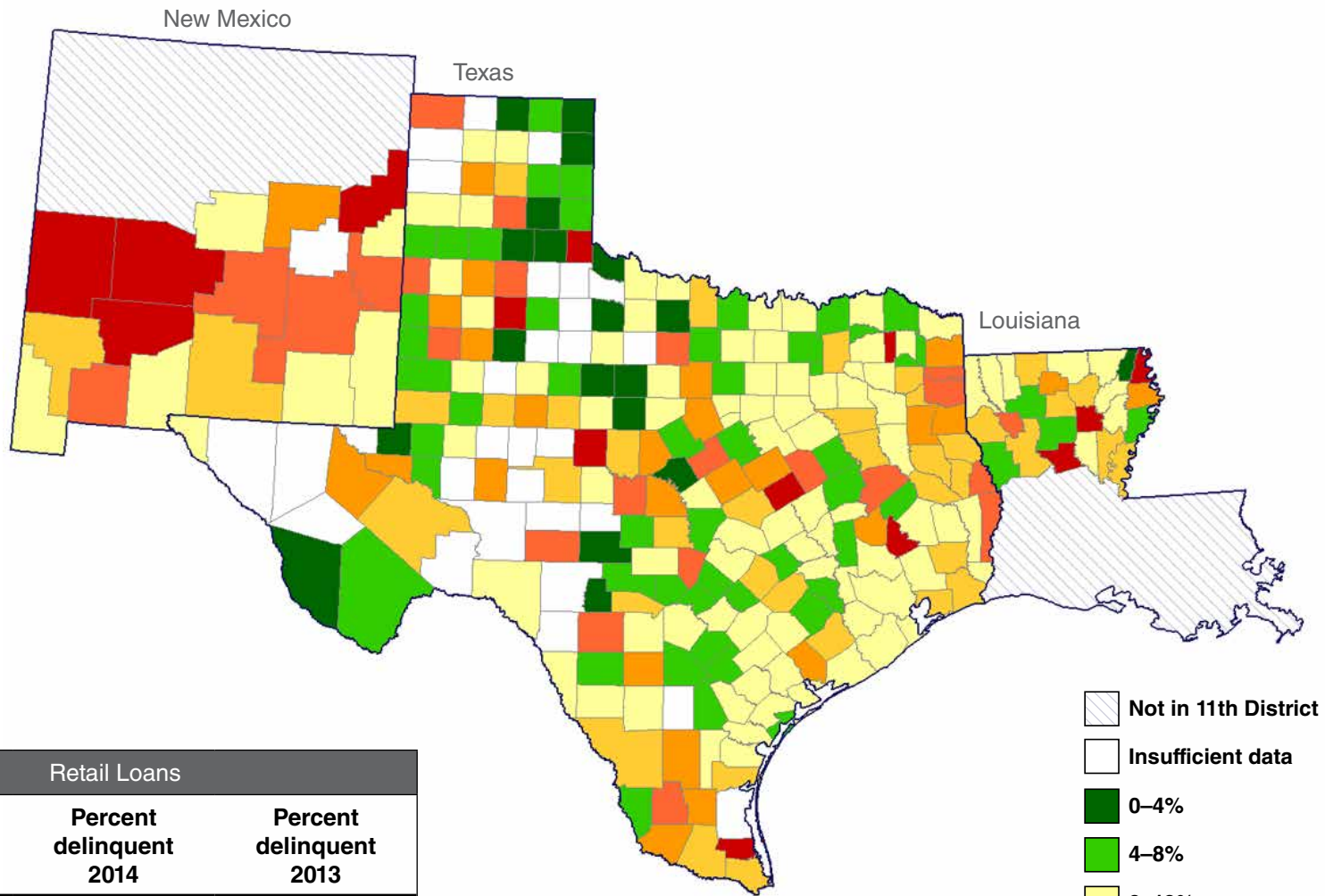
Seriously Delinquent First Mortgage Loans in the Eleventh Federal Reserve District, June 2014












First Mortgage Loans		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	1.96	2.29
New Mexico	2.38	3.37
Texas	1.87	2.39
11th District	1.88	2.41
U.S.	3.34	4.79

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Delinquent Retail Loans in the Eleventh Federal Reserve District, June 2014

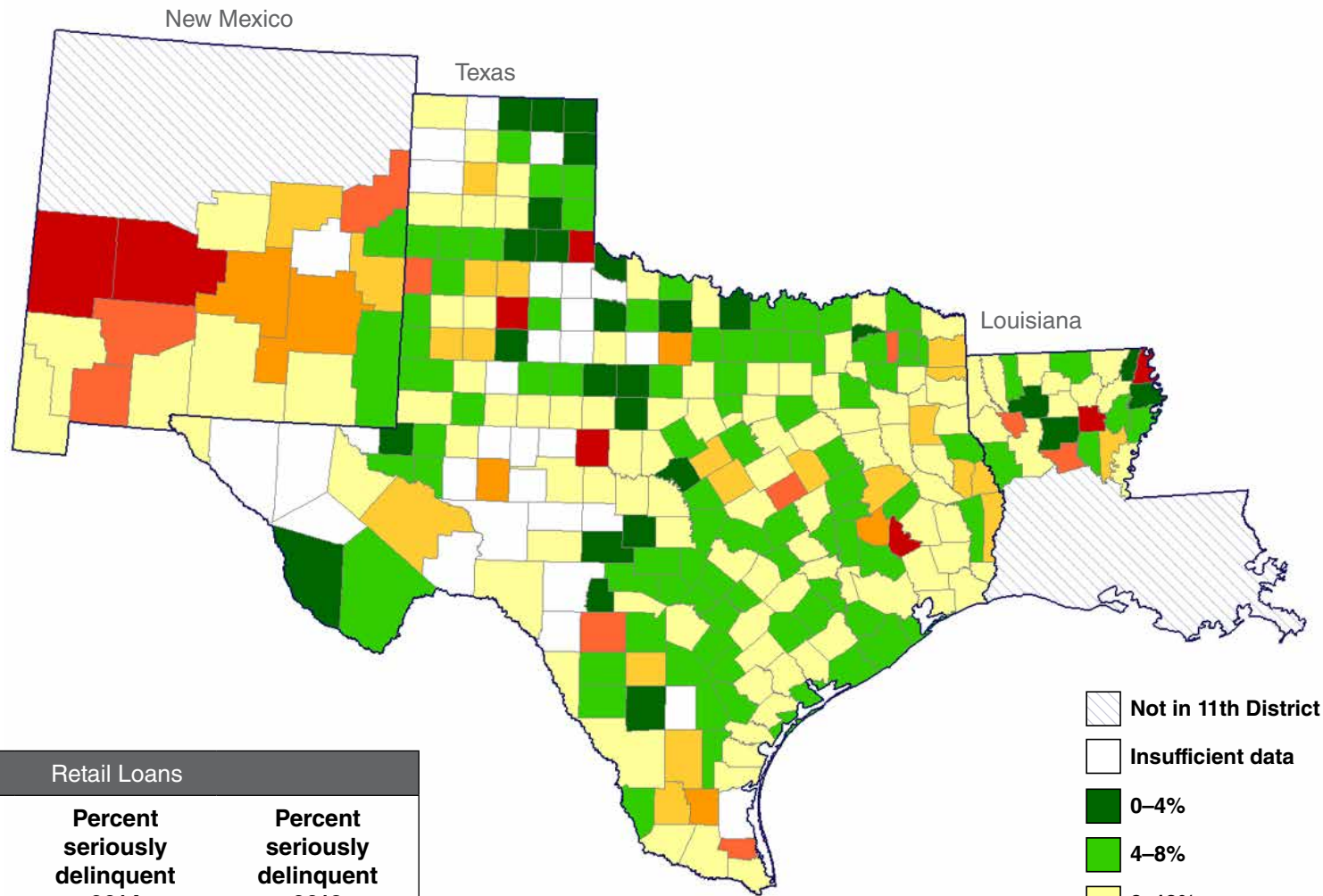


Retail Loans		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	11.93	12.74
New Mexico	12.51	12.45
Texas	10.67	11.58
11th District	10.74	11.64
U.S.	10.40	11.27

-  Not in 11th District
-  Insufficient data
-  0–4%
-  4–8%
-  8–12%
-  12–14%
-  14–16%
-  16–20%
-  20%–up

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

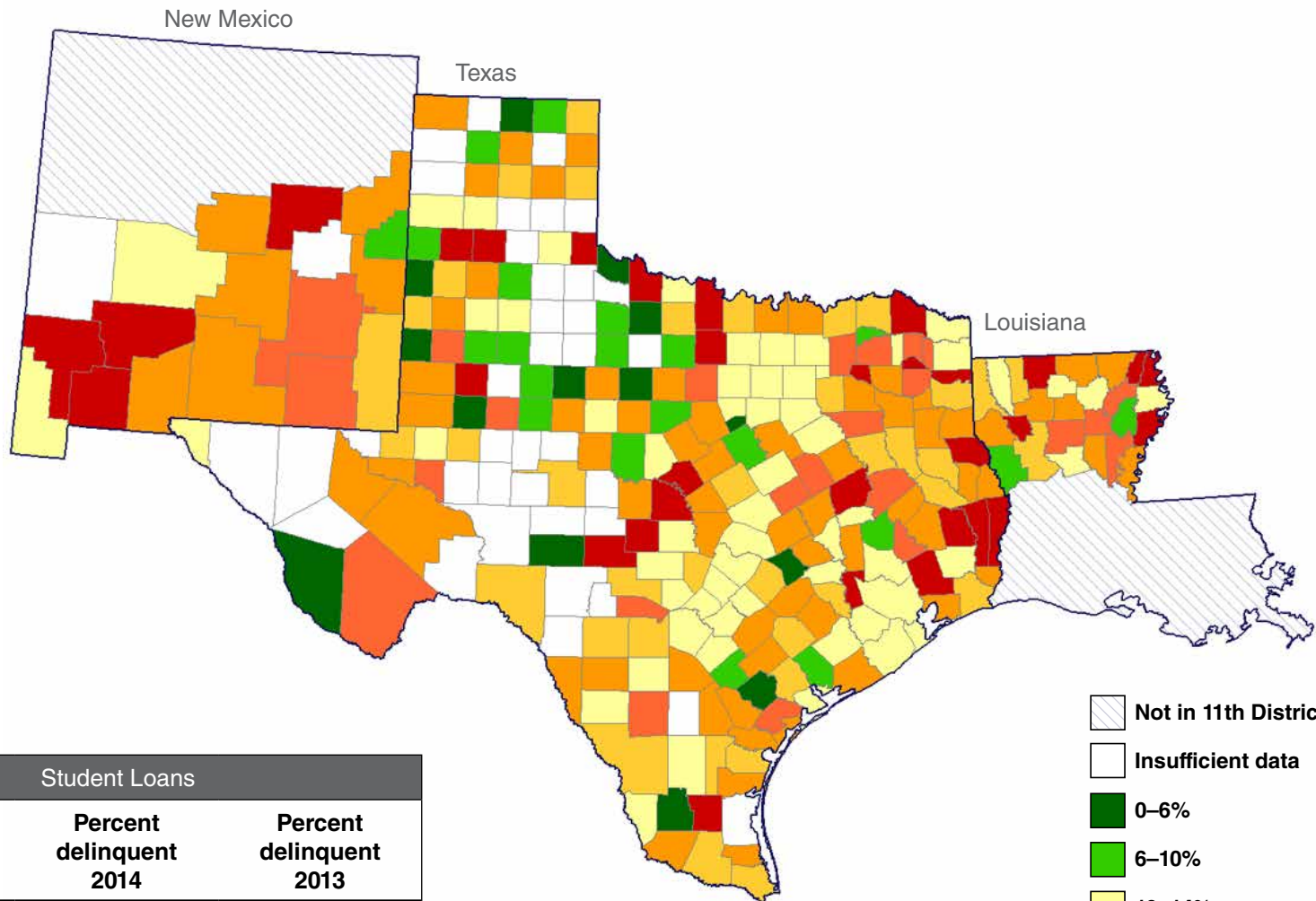
Seriously Delinquent Retail Loans in the Eleventh Federal Reserve District, June 2014



Retail Loans		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	8.90	9.98
New Mexico	10.16	9.69
Texas	8.47	9.46
11th District	8.52	9.48
U.S.	8.00	8.91

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Delinquent Student Loans in the Eleventh Federal Reserve District, June 2014

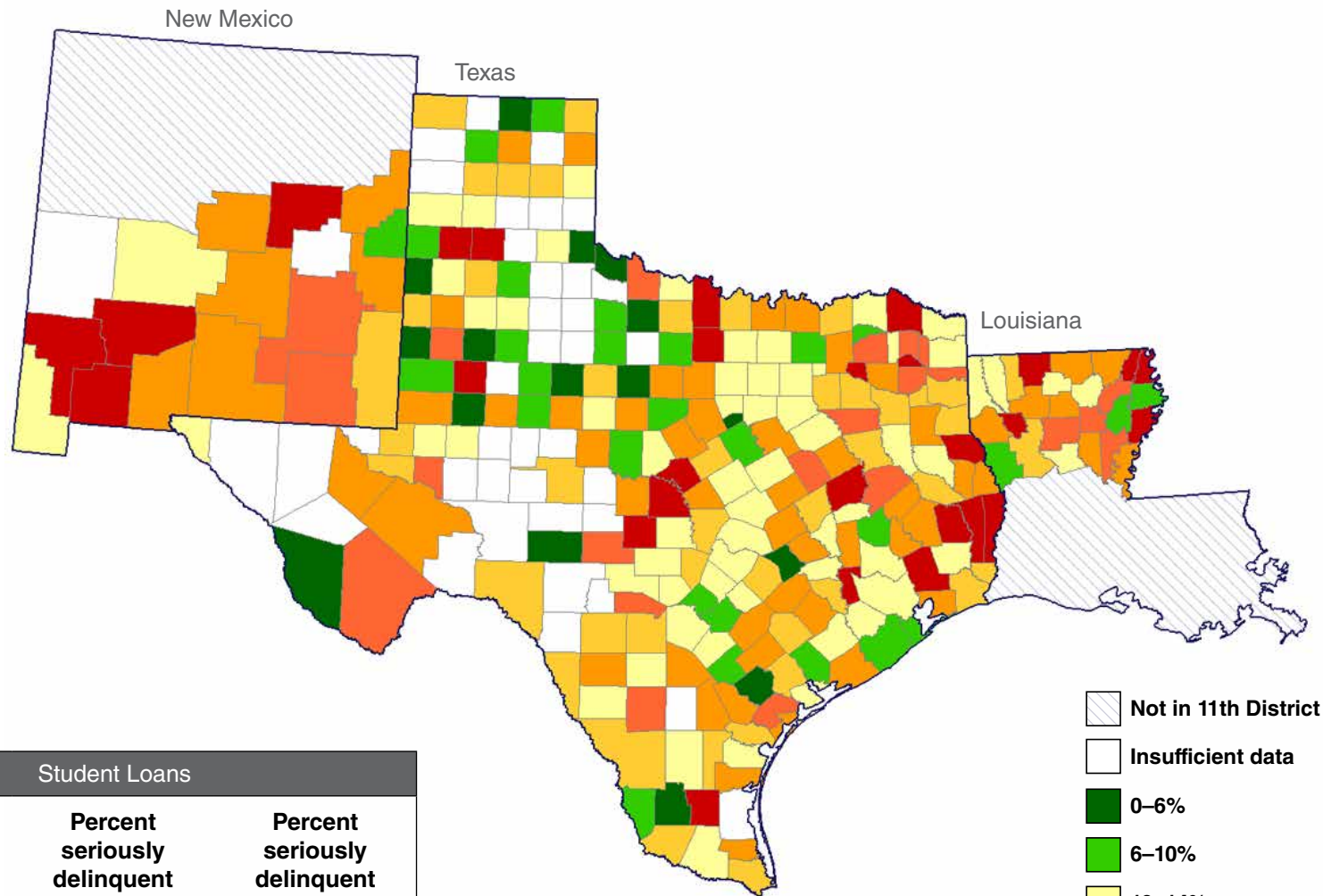


Student Loans		
	Percent delinquent 2014	Percent delinquent 2013
Louisiana	15.01	15.91
New Mexico	18.36	17.61
Texas	13.49	13.80
11th District	13.65	13.96
U.S.	11.42	11.45

- Not in 11th District
- Insufficient data
- 0-6%
- 6-10%
- 10-14%
- 14-16%
- 16-20%
- 20-24%
- 24%-up

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Seriously Delinquent Student Loans in the Eleventh Federal Reserve District, June 2014



Student Loans		
	Percent seriously delinquent 2014	Percent seriously delinquent 2013
Louisiana	14.33	15.39
New Mexico	17.67	16.70
Texas	12.83	13.09
11th District	12.99	13.24
U.S.	10.88	10.84

SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Consumer Loan Balances in Eleventh District and U.S., June 2014 and 2013

2014 All Consumer Loans	
	Total balance (millions of dollars)
Louisiana	21,881
New Mexico	14,489
Texas	710,008
11th District	746,378
U.S.	11,476,556

2013 All Consumer Loans	
	Total balance (millions of dollars)
Louisiana	20,589
New Mexico	13,728
Texas	659,198
11th District	693,515
U.S.	11,010,265

2014 Auto Loans	
	Total balance (millions of dollars)
Louisiana	3,535
New Mexico	2,372
Texas	104,345
11th District	110,252
U.S.	896,551

2013 Auto Loans	
	Total balance (millions of dollars)
Louisiana	3,185
New Mexico	2,087
Texas	91,824
11th District	97,096
U.S.	807,606

2014 Bankcard Loans	
	Total balance (millions of dollars)
Louisiana	1,365
New Mexico	1,018
Texas	49,973
11th District	52,355
U.S.	666,267

2013 Bankcard Loans	
	Total balance (millions of dollars)
Louisiana	1,371
New Mexico	1,004
Texas	49,050
11th District	51,425
U.S.	663,676

2014 Consumer Finance Loans	
	Total balance (millions of dollars)
Louisiana	403
New Mexico	219
Texas	8,084
11th District	8,707
U.S.	72,413

2013 Consumer Finance Loans	
	Total balance (millions of dollars)
Louisiana	372
New Mexico	200
Texas	7,326
11th District	7,898
U.S.	66,924

2014 First Mortgage Loans	
	Total balance (millions of dollars)
Louisiana	11,433
New Mexico	8,079
Texas	426,810
11th District	446,321
U.S.	7,839,836

2013 First Mortgage Loans	
	Total balance (millions of dollars)
Louisiana	10,815
New Mexico	7,726
Texas	399,363
11th District	417,903
U.S.	7,553,092

Consumer Loan Balances in Eleventh District and U.S., June 2014 and 2013

2014 Home Equity Loans	
	Total balance (millions of dollars)
Louisiana	281
New Mexico	231
Texas	12,632
11th District	13,145
U.S.	139,894

2013 Home Equity Loans	
	Total balance (millions of dollars)
Louisiana	302
New Mexico	276
Texas	14,156
11th District	14,735
U.S.	168,758

2014 Home Equity Line of Credit Loans	
	Total balance (millions of dollars)
Louisiana	486
New Mexico	174
Texas	7,116
11th District	7,827
U.S.	510,850

2013 Home Equity Line of Credit Loans	
	Total balance (millions of dollars)
Louisiana	457
New Mexico	180
Texas	7,228
11th District	7,866
U.S.	538,824

2014 Retail Loans	
	Total balance (millions of dollars)
Louisiana	212
New Mexico	137
Texas	6,489
11th District	6,839
U.S.	68,490

2013 Retail Loans	
	Total balance (millions of dollars)
Louisiana	210
New Mexico	129
Texas	6,115
11th District	6,454
U.S.	65,641

2014 Student Loans	
	Total balance (millions of dollars)
Louisiana	3,094
New Mexico	1,691
Texas	77,914
11th District	82,699
U.S.	1,116,418

2013 Student Loans	
	Total balance (millions of dollars)
Louisiana	2,788
New Mexico	1,540
Texas	68,963
11th District	73,292
U.S.	990,499

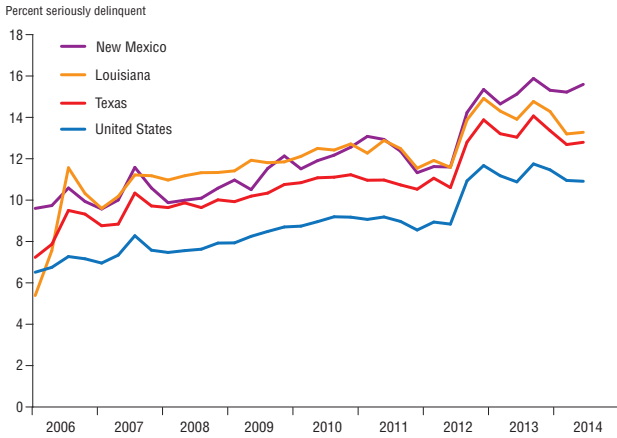
2014 Other Loans	
	Total balance (millions of dollars)
Louisiana	1,071
New Mexico	569
Texas	16,594
11th District	18,234
U.S.	165,847

2013 Other Loans	
	Total balance (millions of dollars)
Louisiana	1,088
New Mexico	587
Texas	15,169
11th District	16,844
U.S.	155,244

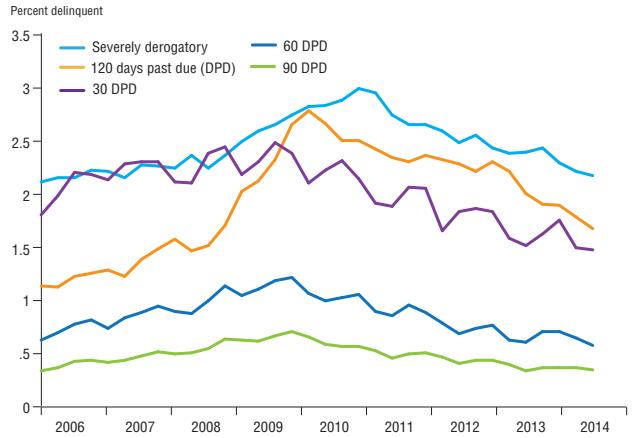
NOTE: Loan balances for Louisiana and New Mexico include only the portions of those states that fall within the Eleventh District of the Federal Reserve.
SOURCE: Federal Reserve Bank of New York Consumer Credit Panel/Equifax.

Charts of Consumer Credit Conditions

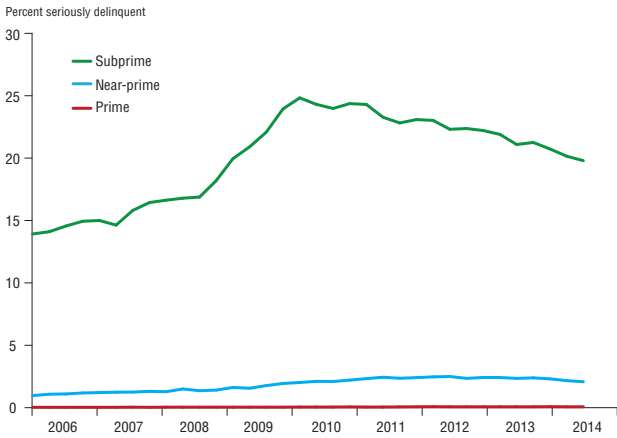
Seriously Delinquent Student Loans by State



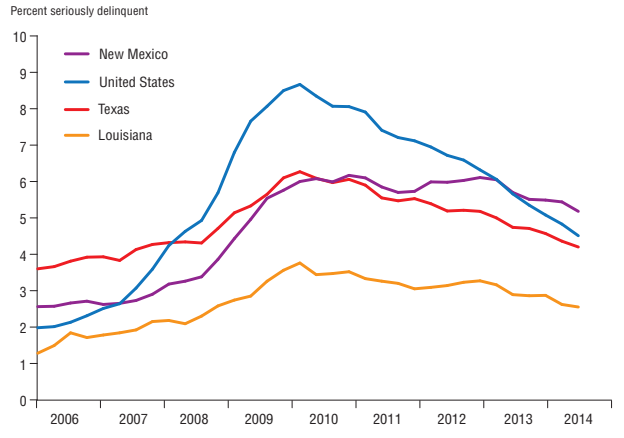
Texas Consumer Loan Delinquencies by Delinquency Status



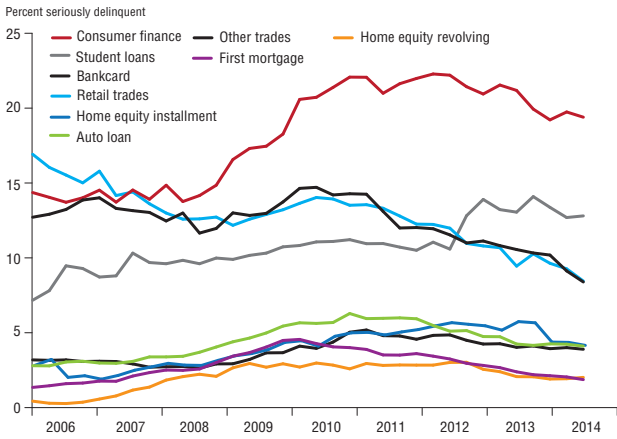
Seriously Delinquent Loans in Texas by Risk Score



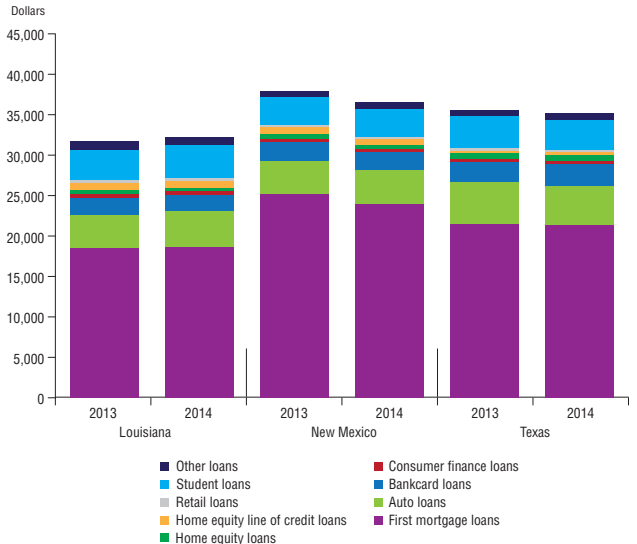
Seriously Delinquent Loans by State



Seriously Delinquent Loans in Texas by Loan Type



Composition of Debt Balances Per Capita by State, June 2013 and 2014



About the Data

The Federal Reserve Bank of New York Consumer Credit Panel/Equifax consists of detailed Equifax credit-report data in quarterly increments from 1999 to the present for a unique longitudinal panel of individuals and households. The panel is a nationally representative 5 percent random sample of all individuals with a Social Security number and a credit report; it is also matched to individuals living at the same address as the primary sample members. The resulting database includes approximately 40 million individuals in each quarter. More technical background about the data is available at www.newyorkfed.org/creditconditions/technical_notes.pdf.

For conditions nationally, visit the [New York Fed's Household Credit webpage](#). The Bank's Quarterly Report on Household Debt and Credit provides data and reports on consumer debt for the U.S. and select states (including Texas). The data include bankruptcies, per capita debt levels, total debt levels and composition of debt, new originations of installment loans, total balance by delinquency status, foreclosures and new delinquencies by loan type. The report aims to help community groups, small businesses, state and local government agencies and the public to better understand, monitor and respond to trends in borrowing and indebtedness at the household level.

In the Consumer Credit Conditions update, charged-off and foreclosed loans are still accounted for in totals in the Equifax data until they are no longer reported by the lender.

Glossary

- **Delinquency status**
 - Current—Paid as agreed
 - 30 days late—Between 30 and 59 days late; not more than 2 payments past due
 - 60 days late—Between 60 and 89 days late; not more than 3 payments past due
 - 90 days late—Between 90 and 119 days late; not more than 4 payments past due
 - 120 days late—At least 120 days past due; 5 or more payments past due or collections
 - Severely derogatory—Any of the previous states, combined with reports of repossession, charge-off to bad debt or foreclosure

Not all creditors provide updated information on payment status, especially after accounts have been derogatory for a longer period of time. Thus, the payment performance profiles obtained from our data may to some extent reflect the reporting practices of creditors.

- **Seriously delinquent loans**
Loans that are 90 days late, 120 days late or severely derogatory
- **Equifax Risk Score**
Equifax Risk Score 3.0 was developed by credit scoring agency Equifax and predicts the likelihood of a consumer becoming seriously delinquent (90+ days past due). The score ranges from 300 to 850 (the lower the score, the greater the delinquency risk). In the charts, Equifax Risk Scores fall into the following categories: Prime, 680 and above; near prime, 620–679; subprime, 619 and below.
- **Loan types**
The types of accounts in the analysis include mortgage loans, home equity installment loans (HEL), home equity line of credit accounts (HELOC), auto loans, bankcard accounts, student loans, consumer finance loans (sales financing, personal) and retail loans (clothing, grocery, department store, home furnishings, gas, etc.).
- [Data dictionary](#) 