

Four reasons why small- and medium-sized financial institutions must automate regulatory change management

As the regulatory landscape continues to amplify in both magnitude and complexity, it has created new and greater challenges for today's small-town financial institutions. Continuously changing requirements, accelerated rule-making, and stricter enforcement have made it increasingly tedious — and risky — to rely on spreadsheets and manual processes. As a result, adopting a personalized, robust, and technology-forward approach to regulatory change management (RCM) has never been more critical.

Financial institutions are increasingly turning to automation and digitization to manage the regulatory compliance process. Automating RCM will help your organization increase efficiency and productivity, while helping to avoid fees, fines, and penalties associated with compliance failures.

Now is the time to automate RCM. Here's why:



To build and maintain an authoritative source library (ASL)

For a compliance program to function successfully, you must create and continuously update a list of applicable laws, rules, and regulations that apply to your institution. Automating this process also enables critical connections to be formed that are not possible using manual tools, such as mapping to important pillars of your compliance program and easily identifying potential impacts on your policies, training, risks, controls, and testing.



To manage complexity

The complexity of the regulatory landscape shows no signs of decreasing. In 2023 alone, more than 6,600 regulatory release documents, changes, and amendments occurred at the state level in addition to nearly 2,000 from federal agencies. Further complicating the environment and increasing your compliance risks are internal activities such as mergers and acquisitions, new products or services, footprint expansions, and partnerships with other financial institutions.



To increase efficiency and productivity

Automating how your institution gathers relevant regulatory updates can dramatically relieve the burden on resource allocation, while increasing efficiency and productivity and refocusing your compliance team's time on better managing risk. There are also numerous ways to use automation to significantly reduce the regulatory noise coming through your data feed, such as tagging, filtering, querying, and mapping.



To help lower compliance risk

There are three fundamental questions you must always be able to answer about your compliance program:

- Do I know which laws, rules, and regulations are applicable?
- Is the financial institution currently in compliance?
- Can I prove compliance to regulators or other stakeholders?

Using automation helps ensure that you can always respond affirmatively to these questions. Automation not only helps you to build and maintain your ASL, but to map each area to the activities that mitigate risk, assess the methods you are using to control risk, and help prove compliance by providing reporting tools, querying capabilities, and a permanent record of how a regulatory change was addressed.

Why us?

Wolters Kluwer's AI-powered **OneSumX® Reg Manager** is a cutting-edge SaaS-based automation solution that leverages advanced technology to monitor, structure, and connect your regulatory changes. Streamline your compliance processes and enhance efficiency with:



Daily regulatory alerts of federal and state regulatory changes and communications fueled by AI and curated by career compliance experts.



A comprehensive regulatory library with full access to all state and federal regulations applicable to your organization.



A reporting dashboard enabling transparency and proof of compliance.



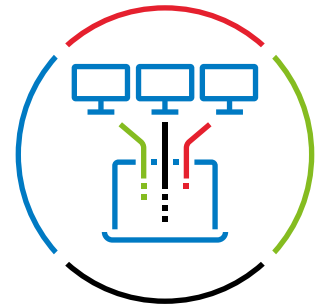
A robust activity tracker to monitor each alert, share across the organization, and document implementation activity and progress through an automated workflow.



Expert-augmented intelligence is the combination of artificial intelligence for speed and accuracy with deep compliance expertise for analysis and verification.



Prioritize a regulatory change management solution that utilizes advanced technology and automation to meet evolving compliance demands — today and in the future. Contact us to get started!



Bottom-line benefits of RCM automation

Automating your RCM process yields significant paybacks for your financial institution, including the ability to:

- ✓ Digitize your compliance program Enhance
- ✓ compliance process efficiency Increase
- ✓ compliance status transparency
- ✓ Empower your compliance team to function more efficiently
- ✓ Foster a stronger, more competitive financial institution

About Wolters Kluwer Financial & Corporate Compliance

Wolters Kluwer (EURONEXT: WKL) is a global leader in information, software solutions and services for professionals in healthcare; tax and accounting; financial and corporate compliance; legal and regulatory; corporate performance and ESG. We help our customers make critical decisions every day by providing expert solutions that combine deep domain knowledge with technology and services.

Wolters Kluwer reported 2023 annual revenues of €5.6 billion. The group serves customers in over 180 countries, maintains operations in over 40 countries, and employs approximately 21,400 people worldwide. The company is headquartered in Alphen aan den Rijn, the Netherlands.

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