

BEST PRACTICES: SYSTEM VALIDATION

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PRESENTERS



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WHO WE ARE

1911

WOLF & CO.
ESTABLISHED

375+

PROFESSIONALS



3 OFFICES IN:

- ✓ Boston, MA
- ✓ Springfield, MA
- ✓ Princeton, NJ



SERVICES OFFERED IN:

- ✓ Audit
- ✓ Tax
- ✓ Risk Management



AGENDA

- ✓ Preparing for a BSA/AML Audit/Validation
 - Internal Risk Assessment Review
 - Strong BSA/AML Compliance Program
- ✓ Documentation Review
- ✓ System Review
- ✓ Conducting a Self-Assessment & Mock Audit
- ✓ Common Issues and Best Practices
- ✓ Q&A



Internal Risk Assessment Review

- Identifying and Assessing Risks in Cannabis Banking
- Understanding Your Institution's Risk Appetite
- Board Involvement
 - Approval
 - Timely status updates



Strong BSA/AML Compliance Program

- Policies and Procedures Tailored to Cannabis Banking
- Customer Due Diligence (CDD) and Enhanced Due Diligence (EDD)
- Ongoing Monitoring and Reporting Requirements



Documentation Review

- Suspicious Activity Reports (SARs)
- Currency Transaction Reports (CTRs) for MRBs
- Common Red Flags and Risk Indicators
- Third-Party Vendor Management and Due Diligence

System Review

- Automated AML Software
- Cannabis Software
- Data Integrity & Validation



Conducting a Self-Assessment & Mock Audit

- Internal Audits and Independent Testing
- Corrective Action Plans and Continuous Improvement
- Leveraging Technology and Compliance Tools



Common Issues and Best Practices

- Common Audit and Exam Issues in Cannabis Banking
- Best Practices for completing an Audit with Minimal Findings
- Case Studies and Lessons Learned





QUESTIONS

