

CCFNB BANCORP INC
Form 10-Q
May 13, 2013

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

FORM 10-Q

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
X ACT OF 1934**

For the quarterly period ended March 31, 2013.

Or

**..TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT
OF 1934**

For the transition period from _____ to _____ .

No. 000-19028

(Commission file number)

CCFNB BANCORP, INC.

(Exact name of registrant as specified in its charter)

PENNSYLVANIA
(State or other jurisdiction of
incorporation or organization)

23-2254643
(I.R.S. Employer

Identification
Number)

232 East Street, Bloomsburg, PA
(Address of principal executive offices)

17815
(Zip Code)

Registrant's telephone number, including area code: **(570) 784-4400**

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "larger accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act.)

Yes No

On May 1, 2013, there were 2,181,362 shares of the Registrant's common stock outstanding, par value \$1.25.

CCFNB Bancorp, Inc. and Subsidiary

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PART I Financial Information**Item 1. Financial Statements****CCFNB Bancorp, Inc.****Consolidated Balance Sheets**

(In Thousands)	(Unaudited)	
	March 31, 2013	December 31, 2012
ASSETS		
Cash and due from banks	\$ 17,200	\$ 10,391
Interest-bearing deposits in other banks	9,076	10,146
Federal funds sold	541	2,054
Total cash and cash equivalents	26,817	22,591
Investment securities, available for sale, at fair value	185,705	170,444
Restricted securities, at cost	3,525	3,355
Loans held for sale	3,259	10,824
Loans, net of unearned income	360,290	363,941
Less: Allowance for loan losses	6,164	6,186
Loans, net	354,126	357,755
Premises and equipment, net	11,797	11,935
Accrued interest receivable	1,694	1,592
Cash surrender value of bank-owned life insurance	15,122	14,975
Investment in limited partnerships	1,360	1,413
Intangible Assets:		
Core deposit	1,111	1,203
Goodwill	7,937	7,937
Prepaid FDIC assessment	793	864
Other assets	3,283	2,833
TOTAL ASSETS	\$ 616,529	\$ 607,721
LIABILITIES		
Interest-bearing deposits	\$ 389,905	\$ 382,133
Noninterest-bearing deposits	80,085	80,895
Total deposits	469,990	463,028
Short-term borrowings	64,552	64,026
Long-term borrowings	4,111	4,112
Accrued interest payable	302	333

Other liabilities	2,348	1,686
TOTAL LIABILITIES	541,303	533,185
STOCKHOLDERS' EQUITY		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,319,262 shares in 2013; and 2,315,646 shares in 2012	2,899	2,894
Surplus	29,060	28,931
Retained earnings	45,690	44,713
Accumulated other comprehensive income	1,921	2,046
Treasury stock, at cost; 137,900 shares in 2013 and 129,900 shares in 2012	(4,344)	(4,048)
TOTAL STOCKHOLDERS' EQUITY	75,226	74,536
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$616,529	\$ 607,721

See accompanying notes to unaudited consolidated financial statements.

CCFNB Bancorp, Inc.**Consolidated Statements of Income****(Unaudited)**

(In Thousands, Except Per Share Data)	For the Three Months Ended March 31,	
	2013	2012
INTEREST AND DIVIDEND INCOME		
Interest and fees on loans:		
Taxable	\$ 4,080	\$ 4,240
Tax-exempt	263	282
Interest and dividends on investment securities:		
Taxable	629	1,056
Tax-exempt	191	167
Dividend and other interest income	20	15
Federal funds sold	-	-
Deposits in other banks	14	18
TOTAL INTEREST AND DIVIDEND INCOME	5,197	5,778
INTEREST EXPENSE		
Deposits	602	888
Short-term borrowings	46	79
Long-term borrowings	29	40
TOTAL INTEREST EXPENSE	677	1,007
NET INTEREST INCOME	4,520	4,771
PROVISION FOR LOAN LOSSES	30	30
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	4,490	4,741
NON-INTEREST INCOME		
Service charges and fees	339	368
Gain on sale of loans	443	373
Earnings on bank-owned life insurance	122	126
Brokerage	118	98
Trust	150	149
Interchange fees	255	252
Other	226	228
TOTAL NON-INTEREST INCOME	1,653	1,594
NON-INTEREST EXPENSE		
Salaries	1,650	1,606
Employee benefits	548	545
Occupancy	278	262

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Furniture and equipment	281	278
State shares tax	166	160
Professional fees	168	163
Director's fees	68	63
FDIC assessments	79	80
Telecommunications	64	64
Amortization of core deposit intangible	92	109
Automated teller machine and interchange	129	185
Other	374	396
TOTAL NON-INTEREST EXPENSE	3,897	3,911
INCOME BEFORE INCOME TAX PROVISION	2,246	2,424
INCOME TAX PROVISION	549	606
NET INCOME	\$ 1,697	\$ 1,818
EARNINGS PER SHARE	\$ 0.78	\$ 0.82
CASH DIVIDENDS PER SHARE	\$ 0.33	\$ 0.31
WEIGHTED AVERAGE SHARES OUTSTANDING	2,184,833	2,206,959

See accompanying notes to the unaudited consolidated financial statements.

CCFNB Bancorp, Inc.

Consolidated Statements of Changes in Stockholders' Equity

(Unaudited)

(In Thousands Except Per Share Data)	Common Stock Shares	Amount	Surplus	Retained Earnings	Accumulated Other Comprehensive Income	Treasury Stock	Total Stockholders' Equity
Balance, December 31, 2011	2,300,987	\$2,876	\$28,421	\$40,418	\$ 2,260	\$(2,560)	\$ 71,415
Comprehensive Income:							
Net income				1,818			1,818
Change in net unrealized gain on investment securities available-for-sale, net of reclassification adjustment and tax effects.					(86)		(86)
Common stock issuance under dividend reinvestment and stock purchase plans	3,435	5	118				123
Recognition of employee stock purchase plan expense			1				1
Purchase of treasury stock (10,500 shares)						(380)	(380)
Cash dividends, (\$0.31 per share)				(683)			(683)
Balance, March 31, 2012	2,304,422	\$2,881	\$28,540	\$41,553	\$ 2,174	\$(2,940)	\$ 72,208
Balance, December 31, 2012	2,315,646	\$2,894	\$28,931	\$44,713	\$ 2,046	\$(4,048)	\$ 74,536
Comprehensive Income:							
Net income				1,697			1,697
Change in net unrealized gain on investment securities available-for-sale, net of reclassification adjustment and tax effects.					(125)		(125)
Common stock issuance under dividend reinvestment and stock purchase plans	3,616	5	127				132
Recognition of employee stock purchase plan expense			2				2
Purchase of treasury stock (8,000 shares)						(296)	(296)
Cash dividends, (\$0.33 per share)				(720)			(720)
Balance, March 31, 2013	2,319,262	\$2,899	\$29,060	\$45,690	\$ 1,921	\$(4,344)	