

CENTRAL VALLEY COMMUNITY BANCORP
Form 10QSB
November 04, 2004

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-QSB

(Mark One)

- QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 FOR THE QUARTERLY PERIOD ENDED SEPTEMBER 30 , 2004**
- TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 FOR THE TRANSITION PERIOD FROM TO**

COMMISSION FILE NUMBER: 000 31977

CENTRAL VALLEY COMMUNITY BANCORP

(Name of small business issuer in its charter)

California
(State or other jurisdiction of incorporation or organization)

77-0539125
(I.R.S. Employer Identification No.)

600 Pollasky Avenue, Clovis, California
(Address of principal executive offices)

93612
(Zip code)

Issuer's telephone number (559) 298-1775

Check whether the issuer (1) filed all reports required to be filed by Section 13 or 15 (d) of the Exchange Act during the past 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

State the number of shares outstanding of each of the issuer's classes of common equity, as of November 02, 2004: 2,628,367 shares

Transitional Small Business Disclosure Format (check one)

Yes No

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PART I**ITEM 1. FINANCIAL STATEMENTS**

CENTRAL VALLEY COMMUNITY BANCORP AND SUBSIDIARY

CONSOLIDATED BALANCE SHEET

(In Thousands Except Share Amounts)

	September 30, 2004 (Unaudited)	December 31, 2003 (Audited)
ASSETS		
Cash and due from banks	\$ 19,843	\$ 24,375
Interest bearing deposits with other banks	3,672	500
Federal funds sold	23,416	10,956
Available-for-sale investment securities (Book value of \$89,449 at Sept. 30, 2004 and \$94,192 at December 31, 2003)	90,898	95,844
Loans, less allowance for credit losses of \$2,550 at Sept. 30, 2004 and \$2,425 at December 31, 2003	205,523	183,849
Bank premises and equipment, net	2,829	2,985
Federal Home Loan Bank stock	1,406	572
Accrued interest receivable and other assets	9,472	8,849
Total assets	\$ 357,059	\$ 327,930
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits:		
Non-interest bearing	\$ 109,133	\$ 96,945
Interest bearing	208,395	193,620
Total deposits	317,528	290,565
Short-term borrowings	3,000	7,000
Long-term borrowings	4,000	
Accrued interest payable and other liabilities	3,334	3,645
Total liabilities	327,862	301,210
Shareholders' equity:		
Preferred stock, no par value: 10,000,000 shares authorized, no shares issued or outstanding		
Common stock, no par value; 40,000,000 shares authorized, 2,627,377 and 2,598,927 shares issued and outstanding at September 30, 2004 and December 31, 2003	6,320	6,096
Retained earnings	21,892	19,501
Accumulated other comprehensive income, net of tax	985	1,123
Total shareholders' equity	29,197	26,720
Total liabilities and shareholders' equity	\$ 357,059	\$ 327,930

See notes to unaudited consolidated financial statements.

CENTRAL VALLEY COMMUNITY BANCORP AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF INCOME

(In Thousands Except Per Share Amounts)

(Unaudited)	For the Three Months Ended Sept. 30		For the Nine Months Ended Sept. 30	
	2004	2003	2004	2003
INTEREST INCOME:				
Interest and fees on loans	\$ 3,393	\$ 2,991	\$ 9,530	\$ 8,959
Interest on Federal funds sold	56	34	112	143
Interest and dividends on investment securities:				
Taxable	632	414	1,803	1,576
Exempt from Federal income taxes	210	195	626	554
Interest on deposits with other banks	13	2	23	8
Total interest income	4,304	3,636	12,094	11,240
INTEREST EXPENSE:				
Interest on deposits	441	478	1,294	1,545
Other	42	70	149	218
Total interest expense	483	548	1,443	1,763
Net interest income before provision for credit losses	3,821	3,088	10,651	9,477
PROVISION FOR CREDIT LOSSES				
Net interest income after provision for credit losses	3,821	3,088	10,651	9,477
NON-INTEREST INCOME:				
Service charges	592	592	1,761	1,616
Rentals from equipment leased to others		71	38	430
Loan placement fees	65	136	241	407
Net realized gain on sales of investment securities		356	483	356
Federal Home Loan Bank stock dividend	16	6	27	22
Other income	169	191	535	606
Total non-interest income	842	1,352	3,085	3,437
NON-INTEREST EXPENSES:				
Salaries and employee benefits	1,897	1,801	5,650	5,375
Occupancy and equipment	413	412	1,197	1,172
Depreciation and (reduction in) provision for losses on equipment leased to others		(29)	38	200
Other expenses	841	830	2,622	2,527
Total non-interest expenses	3,151	3,014	9,507	9,274
Income before income taxes	1,512	1,426	4,229	3,640
INCOME TAX EXPENSE	544	420	1,575	1,031
Net income	968	\$ 1,006	\$ 2,654	\$ 2,609
Basic earnings per share	\$ 0.37	\$ 0.39	\$ 1.01	\$ 1.01
Diluted earnings per share	\$ 0.33	\$ 0.35	\$ 0.91	\$ 0.92

See notes to unaudited consolidated financial statements.

CENTRAL VALLEY COMMUNITY BANCORP AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS EQUITY

FOR THE NINE MONTH PERIODS ENDED SEPTEMBER 30, 2004 AND 2003

(In Thousands Except Share and Per Share Amounts)

	Stock	Amount	Retained Earnings	Accumulated Other Comprehensive Income	Shareholders Equity	Comprehensive Income
Balance, January 1, 2003	2,573,242	\$ 5,854	\$ 16,387	\$ 1,858	\$ 24,099	
Comprehensive income						
Net income			2,609		2,609	\$ 2,609
Other comprehensive loss, net of tax:						
Unrealized losses on available-for-sale investment securities				(686)	(686)	(686)
Total comprehensive income						\$ 1,923
Cash dividend - \$.10 per share			(258)		(258)	
Stock options exercised and related tax benefit	30,728	319			319	
Repurchase and retirement of common stock	(5,463)	(81)			(81)	
Balance, September 30, 2003	2,598,507	\$ 6,092	\$ 18,738	\$ 1,172	\$ 26,002	
Balance, January 1, 2004	2,598,927	\$ 6,096	\$ 19,501	\$ 1,123	\$ 26,720	
Comprehensive income						
Net income			2,654		2,654	\$ 2,654
Other comprehensive loss, net of tax:						
Unrealized losses on available-for-sale investment securities				(138)	(138)	(138)
Total comprehensive income						\$ 2,516