

Edgar Filing: Home Federal Bancorp, Inc. - Form 10-Q

Home Federal Bancorp, Inc.
Form 10-Q
August 08, 2012
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

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

For the quarterly period ended June 30, 2012

or

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

For the transition period from _____ to _____

Commission File Number: 001-33795

HOME FEDERAL BANCORP, INC.

(Exact name of registrant as specified in its charter)

Maryland
(State or other jurisdiction of incorporation
or organization)

68-0666697
(I.R.S. Employer
Identification Number)

(Address of principal executive offices)

83651
(Zip Code)

Registrant's telephone number, including
area code:

(208) 466-4634

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

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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 “large accelerated filer,” “accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Exchange Act.

Large accelerated filer	<input type="checkbox"/>	Accelerated filer	<input checked="" type="checkbox"/>
Non-accelerated filer	<input type="checkbox"/>	Smaller reporting company	<input type="checkbox"/>

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).
Yes No

Indicate the number of shares outstanding of each of the issuer’s classes of common stock, as of the latest practicable date: Common Stock, \$.01 par value per share, 15,117,416 shares outstanding as of August 3, 2012.

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Item 1. Financial Statements

HOME FEDERAL BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS
(In thousands, except share data) (Unaudited)

	June 30, 2012	December 31, 2011
ASSETS		
Cash and cash equivalents	\$ 83,193	\$ 144,293
Investments available-for-sale, at fair value	443,025	399,877
Loans and leases receivable, net of allowance for loan and lease losses of \$12,620 and \$14,171	430,903	449,908
Accrued interest receivable	2,967	2,857
Federal Deposit Insurance Corporation ("FDIC") indemnification receivable, net	18,370	23,676
Bank owned life insurance	15,693	15,450
Real estate owned and other repossessed assets ("REO")	16,323	19,827
Federal Home Loan Bank ("FHLB") stock, at cost	17,717	17,717
Property and equipment, net	30,219	31,522
Core deposit intangible	2,790	3,086
Other assets	13,394	8,221
TOTAL ASSETS	\$ 1,074,594	\$ 1,116,434
LIABILITIES AND STOCKHOLDERS' EQUITY		
LIABILITIES		
Deposit accounts:		
Noninterest-bearing demand	\$ 131,746	\$ 127,553
Interest-bearing demand	247,836	249,215
Money market	178,175	178,377
Savings	81,175	78,492
Certificates	228,833	272,462
Total deposit accounts	867,765	906,099
Advances by borrowers for taxes and insurance	845	358
Accrued interest payable	178	219
Repurchase agreements	4,742	4,913
Deferred compensation	5,995	5,871
Other liabilities	5,932	7,704
Total liabilities	885,457	925,164
STOCKHOLDERS' EQUITY		
Serial preferred stock, \$.01 par value; 10,000,000 authorized; issued and outstanding: none	--	--
Common stock, \$.01 par value; 90,000,000 authorized; issued and outstanding:	153	157
Jun. 30, 2012 - 17,512,197 issued; 15,255,366 outstanding		
Dec. 31, 2011 - 17,512,197 issued; 15,664,706 outstanding		

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Additional paid-in capital	139,623	143,280
Retained earnings	49,084	49,443
Unearned shares issued to employee stock ownership plan	(7,202)	(7,581)
Accumulated other comprehensive income	7,479	5,971
Total stockholders' equity	189,137	191,270
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,074,594	\$ 1,116,434

See accompanying notes.

HOME FEDERAL BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF OPERATIONS
(In thousands, except share data) (Unaudited)

	Three Months Ended June		Six Months Ended June 30,	
	2012	30, 2011	2012	2011
Interest income:				
Loans and leases	\$9,033	\$8,824	\$20,250	\$17,219
Investment securities	2,209	2,450	4,413	4,706
Other interest	71	118	141	252
Total interest income	11,313	11,392	24,804	22,177
Interest expense:				
Deposits	991	1,452	2,093	3,144
FHLB advances and other borrowings	16	547	37	1,105
Total interest expense	1,007	1,999	2,130	4,249
Net interest income	10,306	9,393	22,674	17,928
Provision for loan losses	(434)	2,811	(1,217)	5,811
Net interest income after provision for loan losses	10,740	6,582	23,891	12,117
Noninterest income:				
Service charges and fees	2,274	2,446	4,381	4,678
Gain on sale of loans	--	120	1	307
Gain on sale of securities	603	--	1,138	--
Gain on sale of fixed assets and REO	152	196	372	144
FDIC indemnification recovery (provision)	(411)	2,389	(1,230)	5,239
Accretion (impairment) of FDIC indemnification asset	(1,705)	355	(5,048)	1,004
Other	223	201	415	429
Total noninterest income	1,136	5,707	29	11,801
Noninterest expense:				
Compensation and benefits	6,175	6,780	12,312	13,961
Occupancy and equipment	1,514	1,518	3,077	3,395
Data processing	942	1,152	1,947	2,102
Advertising	223	173	377	435
Postage and supplies	247	298	553	647
Professional services	630	863	1,269	1,899
Insurance and taxes	561	716	1,082	1,742
Amortization of intangibles	144	176	296	362
Provision for REO	291	296	398	653
Other	379	451	755	950
Total noninterest expense	11,106	12,423	22,066	26,146
Income (loss) before income taxes	770	(134)	1,854	(2,228)
Income tax provision (benefit)	211	(56)	593	(948)

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Net income (loss)	\$559	\$(78) \$1,261	\$(1,280)
Earnings (loss) per common share:					
Basic	\$0.04	\$(0.01) \$0.09	\$(0.08)
Diluted	0.04	(0.01) 0.09	(0.08)
Weighted average number of shares outstanding:					
Basic	14,638,663	15,536,539	14,705,256	15,592,630	
Diluted	14,638,663	15,536,539	14,705,256	15,592,630	
Dividends declared per share:	\$0.055	\$0.055	\$0.11	\$0.11	

See accompanying notes.

HOME FEDERAL BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In thousands) (Unaudited)

	Three Months Ended		Six Months Ended June	
	June 30,		30,	
	2012	2011	2012	2011
Net income (loss)	\$559	\$(78)	\$1,261	\$(1,280)
Other comprehensive income:				