

Edgar Filing: Bank of Marin Bancorp - Form 10-Q

Bank of Marin Bancorp
Form 10-Q
November 07, 2016
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

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

For the quarterly period ended September 30, 2016

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 001-33572

Bank of Marin Bancorp
(Exact name of Registrant as specified in its charter)

California 20-8859754
(State or other jurisdiction of incorporation) (IRS Employer Identification No.)

504 Redwood Blvd., Suite 100, Novato, CA 94947
(Address of principal executive office) (Zip Code)

Registrant's telephone number, including area code: (415) 763-4520

Indicate by check mark whether the registrant (1) has filed all reports 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 Accelerated filer Non-accelerated filer Smaller reporting company

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

Yes No

As of October 31, 2016, there were 6,123,181 shares of common stock outstanding.

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PART I FINANCIAL INFORMATION

ITEM 1. Financial Statements

BANK OF MARIN BANCORP
CONSOLIDATED STATEMENTS OF CONDITION
at September 30, 2016 and December 31, 2015

(in thousands, except share data; unaudited)	September 30, 2016	December 31, 2015
Assets		
Cash and due from banks	\$ 96,930	\$ 26,343
Investment securities		
Held-to-maturity, at amortized cost	46,423	69,637
Available-for-sale, at fair value	378,996	417,787
Total investment securities	425,419	487,424
Loans, net of allowance for loan losses of \$15,713 and \$14,999 at September 30, 2016 and December 31, 2015, respectively	1,451,950	1,436,229
Bank premises and equipment, net	8,611	9,305
Goodwill	6,436	6,436
Core deposit intangible	2,713	3,113
Interest receivable and other assets	62,762	62,284
Total assets	\$ 2,054,821	\$ 2,031,134
Liabilities and Stockholders' Equity		
Liabilities		
Deposits		
Non-interest bearing	\$ 860,638	\$ 770,087
Interest bearing		
Transaction accounts	91,979	114,277
Savings accounts	156,225	141,316
Money market accounts	533,682	541,089
Time accounts	158,945	161,457
Total deposits	1,801,469	1,728,226
Federal Home Loan Bank ("FHLB") and other borrowings	—	67,000
Subordinated debentures	5,540	5,395
Interest payable and other liabilities	16,032	16,040
Total liabilities	1,823,041	1,816,661
Stockholders' Equity		
Preferred stock, no par value, Authorized - 5,000,000 shares, none issued	—	—
Common stock, no par value, Authorized - 15,000,000 shares; Issued and outstanding - 6,123,181 and 6,068,543 at September 30, 2016 and December 31, 2015, respectively	86,926	84,727
Retained earnings	142,427	129,553
Accumulated other comprehensive income, net	2,427	193
Total stockholders' equity	231,780	214,473
Total liabilities and stockholders' equity	\$ 2,054,821	\$ 2,031,134

The accompanying notes are an integral part of these consolidated financial statements (unaudited).

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BANK OF MARIN BANCORP
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(in thousands, except per share amounts; unaudited)	Three months ended		Nine months ended	
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015
Interest income				
Interest and fees on loans	\$17,840	\$ 15,498	\$51,078	\$ 46,164
Interest on investment securities				
Securities of U.S. government agencies	1,283	1,223	3,826	3,248
Obligations of state and political subdivisions	569	527	1,743	1,578
Corporate debt securities and other	38	162	220	546
Interest on Federal funds sold and short-term investments	104	35	155	107
Total interest income	19,834	17,445	57,022	51,643
Interest expense				
Interest on interest-bearing transaction accounts	27	28	82	88
Interest on savings accounts	15	12	43	37
Interest on money market accounts	112	125	330	375
Interest on time accounts	190	212	579	649
Interest on FHLB and other borrowings	—	80		