

PEOPLES BANCORP INC
Form 10-Q
August 06, 2008

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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FORM 10-Q

(Mark One)

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

For the quarterly period ended June 30, 2008

OR

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

For the transition period from ____ to ____

Commission File Number: 0-16772

PEOPLES BANCORP INC.

(Exact name of Registrant as specified in its charter)

Ohio
(State or other jurisdiction of
incorporation or organization)

31-0987416
(I.R.S. Employer Identification No.)

138 Putnam Street, P. O. Box
738, Marietta, Ohio
(Address of principal executive
offices)

45750
(Zip Code)

Registrant's telephone number,
including area code:

(740) 373-3155

Not Applicable

(Former name, former address and former
fiscal year, if changed since last report)

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 x No o

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.:

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Large accelerated
filer Accelerated filer Non-accelerated filer Smaller reporting
(Do not check if a company
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

Indicate the number of shares outstanding of each of the issuer's classes of common stock as of the latest practicable date: 10,375,784 common shares, without par value, at August 5, 2008.

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As used in this Quarterly Report on Form 10-Q (“Form 10-Q”), “Peoples” refers to Peoples Bancorp Inc. and its consolidated subsidiaries collectively, except where the context indicates the reference relates solely to the registrant, Peoples Bancorp Inc.

PART I – FINANCIAL INFORMATION

ITEM 1: FINANCIAL STATEMENTS

PEOPLES BANCORP INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS (Unaudited)

(Dollars in thousands, except share data)	June 30,	December
	2008	31, 2007
Assets		
Cash and cash equivalents:		
Cash and due from banks	\$ 44,715	\$ 43,275
Interest-bearing deposits in other banks	1,801	1,925
Total cash and cash equivalents	46,516	45,200
Available-for-sale investment securities, at fair value (amortized cost of \$577,436 at June 30, 2008 and \$535,979 at December 31, 2007)		
Other investment securities, at cost	23,735	23,232
Total investment securities	599,942	565,463
Loans, net of deferred fees and costs	1,104,852	1,120,941
Allowance for loan losses	(15,229)	(15,718)
Net loans	1,089,623	1,105,223
Loans held for sale	471	1,994
Bank premises and equipment, net	24,954	24,803
Bank owned life insurance	51,120	50,291
Goodwill	62,520	62,520
Other intangible assets	4,697	5,509
Other assets	27,038	24,550
Total assets	\$ 1,906,881	\$ 1,885,553
Liabilities		
Deposits:		
Non-interest-bearing	\$ 193,265	\$ 175,057
Interest-bearing	1,087,783	1,011,320
Total deposits	1,281,048	1,186,377
Short-term borrowings	129,370	222,541
Long-term borrowings	253,885	231,979
Junior subordinated notes held by subsidiary trust	22,478	22,460
Accrued expenses and other liabilities	18,654	19,360
Total liabilities	1,705,435	1,682,717

Stockholders' Equity		
Common stock, no par value, 24,000,000 shares authorized,		
10,946,025 shares issued at June 30, 2008 and 10,925,954		
shares issued at December 31, 2007, including shares in treasury	164,190	163,399
Retained earnings	55,453	52,527
Accumulated comprehensive (loss) income, net of deferred income taxes	(1,849)	3,014
Treasury stock, at cost, 641,428 shares at June 30, 2008 and		
629,206 shares at December 31, 2007	(16,348)	(16,104)
Total stockholders' equity	201,446	202,836
Total liabilities and stockholders' equity	\$ 1,906,881	\$ 1,885,553

See Notes to the Unaudited Consolidated Financial Statements

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CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

(Dollars in thousands, except per share data)	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2008	2007	2008	2007
Interest Income:				
Interest and fees on loans	\$ 18,927	\$ 21,509	\$ 38,778	\$ 42,850
Interest on taxable investment securities	6,884	5,984	13,568	12,386
Interest on tax-exempt investment securities	720	543	1,452	1,114
Other interest income	17	44	49	90
Total interest income	26,548	28,080	53,847	56,440
Interest Expense:				
Interest on deposits	7,781	9,347	16,246	18,474
Interest on short-term borrowings	778	2,841	2,317	6,056
Interest on long-term borrowings	2,624	2,028	5,138	3,874
Interest on junior subordinated notes held by subsidiary trusts	491	531	986	1,182
Total interest expense	11,674	14,747	24,687	29,586
Net interest income	14,874			