

FNB CORP/FL/
Form 10-Q
August 08, 2014
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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 June 30, 2014**

**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 001-31940

F.N.B. CORPORATION

(Exact name of registrant as specified in its charter)

Florida
**(State or other jurisdiction of
incorporation or organization)**

25-1255406
**(I.R.S. Employer
Identification No.)**

One North Shore Center, 12 Federal Street, Pittsburgh,
PA

15212

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: 800-555-5455

One F.N.B. Boulevard, Hermitage, PA 16148

(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 No

Indicate by check mark whether the registrant has submitted electronically and posted on its 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 definition of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

Large Accelerated Filer

Accelerated Filer

Non-accelerated Filer

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

APPLICABLE ONLY TO CORPORATE ISSUERS:

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class	Outstanding at July 31, 2014
Common Stock, \$0.01 Par Value	166,557,534 Shares

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F.N.B. CORPORATION

FORM 10-Q

June 30, 2014

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Table of Contents**PART I FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS
F.N.B. CORPORATION AND SUBSIDIARIES****CONSOLIDATED BALANCE SHEETS**

Dollars in thousands, except par value

	June 30, 2014	December 31, 2013
	(Unaudited)	
Assets		
Cash and due from banks	\$ 250,954	\$ 197,534
Interest bearing deposits with banks	19,766	16,447
Cash and Cash Equivalents	270,720	213,981
Securities available for sale	1,384,273	1,141,650
Securities held to maturity (fair value of \$1,439,241 and \$1,189,563)	1,427,852	1,199,169
Residential mortgage loans held for sale	2,705	7,138
Loans, net of unearned income of \$54,009 and \$55,051	10,333,873	9,506,094
Allowance for loan losses	(116,748)	(110,784)
Net Loans	10,217,125	9,395,310
Premises and equipment, net	162,383	154,032
Goodwill	805,514	764,248
Core deposit and other intangible assets, net	48,292	47,608
Bank owned life insurance	309,750	289,402
Other assets	390,633	350,867
Total Assets	\$ 15,019,247	\$ 13,563,405
Liabilities		
Deposits:		
Non-interest bearing demand	\$ 2,429,120	\$ 2,200,081
Interest bearing demand	4,354,333	3,968,679
Savings	1,576,480	1,423,399
Certificates and other time deposits	2,697,837	2,606,073
Total Deposits	11,057,770	10,198,232
Other liabilities	154,816	130,418
Short-term borrowings	1,504,510	1,241,239
Long-term debt	335,854	143,928
Junior subordinated debt	58,220	75,205

Total Liabilities	13,111,170	11,789,022
Stockholders Equity		
Preferred stock \$0.01 par value Authorized 20,000,000 shares		
Issued 110,877 shares	106,882	106,882
Common stock \$0.01 par value Authorized 500,000,000 shares		
Issued 167,571,661 and 159,624,796 shares	1,673	1,592
Additional paid-in capital	1,700,220	1,608,117
Retained earnings	146,542	121,870
Accumulated other comprehensive loss	(36,559)	(56,924)
Treasury stock 1,012,403 and 657,585 shares at cost	(10,681)	(7,154)
Total Stockholders Equity	1,908,077	1,774,383
Total Liabilities and Stockholders Equity	\$ 15,019,247	\$ 13,563,405

See accompanying Notes to Consolidated Financial Statements

Table of Contents**F.N.B. CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

Dollars in thousands, except per share data

Unaudited

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2014	2013	2014	2013
Interest Income				
Loans, including fees	\$ 109,542	\$ 95,682	\$ 213,639	\$ 188,657
Securities:				
Taxable	13,577	10,656	25,864	21,253
Nontaxable	1,287	1,443	2,578	2,959
Dividends	13	42	192	58
Other	21	18	47	32
Total Interest Income	124,440	107,841	242,320	212,959
Interest Expense				
Deposits	7,461	7,343	14,610	15,608
Short-term borrowings	1,333	1,075	2,552	2,182
Long-term debt	1,112	775	2,158	1,549
Junior subordinated debt	342	1,902	983	3,778
Total Interest Expense	10,248	11,095	20,303	23,117
Net Interest Income	114,192	96,746	222,017	189,842
Provision for loan losses	10,405	7,903	17,411	15,444
Net Interest Income After Provision for Loan Losses	103,787	88,843	204,606	174,398
Non-Interest Income				
Service charges	17,441	18,564	32,710	34,989
Trust fees	4,862	4,167	9,626	8,252
Insurance commissions and fees	3,691	4,101	8,636	8,531
Securities commissions and fees	3,002	2,867	5,393	5,790
Net securities gains	776	68	10,237	752
Mortgage banking	928	1,114	1,142	2,198
Bank owned life insurance	1,807	1,890	3,992	3,526
Other	6,683	3,926	9,524	6,271
Total Non-Interest Income	39,190	36,697	81,260	70,309
Non-Interest Expense				
Salaries and employee benefits	48,465	43,201	97,418	87,106
Net occupancy	8,068	6,839	16,550	13,537

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Equipment	7,177	6,106	14,076	11,598
Amortization of intangibles	2,461	2,071	4,744	3,996
Outside services	8,233	8,562	15,470	15,767
FDIC insurance	3,399	2,672	6,393	5,036
Merger related	832	2,946	6,150	3,298
Other	13,949	11,730	25,949	22,591
Total Non-Interest Expense	92,584	84,127	186,750	162,929
Income Before Income Taxes	50,393	41,413	99,116	81,778
Income taxes	15,562	12,220	29,761	24,047
Net Income	34,831	29,193	69,355	57,731
Preferred stock dividends	2,010		4,332	
Net Income Available to Common Stockholders	\$ 32,821	\$ 29,193	\$ 65,023	\$ 57,731
Net Income per Common Share Basic	\$ 0.20	\$ 0.20	\$ 0.40	\$ 0.41
Net Income per Common Share Diluted	0.20	0.20	0.39	0.40
Cash Dividends per Common Share	0.12	0.12	0.24	0.24
Comprehensive Income	\$ 42,313	\$ 14,314	\$ 89,720	\$ 41,878

See accompanying Notes to Consolidated Financial Statements

Table of Contents**F.N.B. CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENT OF STOCKHOLDERS EQUITY**

Dollars in thousands, except per share data

Unaudited

	Preferred Stock	Common Stock	Additional Paid-In Capital	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Treasury Stock	Total
Balance at January 1, 2014	\$ 106,882	\$ 1,592	\$ 1,608,117	\$ 121,870	\$ (56,924)	\$ (7,154)	\$ 1,774,383
Net income				69,355			69,355
Change in other comprehensive income (loss), net of tax					20,365		20,365
Dividends declared:							
Preferred stock				(4,332)			(4,332)
Common stock: \$0.24/share				(40,123)			(40,123)
Issuance of common stock		14	7,857	(228)		(3,527)	4,116
Issuance of common stock acquisitions		67	81,322				81,389
Restricted stock compensation			1,419				1,419
Tax expense of stock-based compensation			1,505				1,505
Balance at June 30, 2014	\$ 106,882	\$ 1,673	\$ 1,700,220	\$ 146,542	\$ (36,559)	\$	