

1ST CONSTITUTION BANCORP
Form 10-Q
August 16, 2010

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, 2010

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: 000-32891

1ST CONSTITUTION BANCORP
(Exact Name of Registrant as Specified in Its Charter)

New Jersey
(State of Other Jurisdiction
of Incorporation or Organization)

22-3665653
(I.R.S. Employer Identification
No.)

2650 Route 130, P.O. Box 634, Cranbury, NJ
(Address of Principal Executive Offices)

08512
(Zip Code)

(609) 655-4500
(Issuer's Telephone Number, Including Area Code)

(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 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

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. (Check one):

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

(Do not check if a 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

As of August 13, 2010, there were 4,530,993 shares of the registrant’s common stock, no par value, outstanding.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements.

1st Constitution Bancorp and Subsidiaries
Consolidated Balance Sheets
(unaudited)

	June 30, 2010	December 31, 2009
ASSETS		
CASH AND DUE FROM BANKS	\$ 15,874,607	\$ 25,842,901
FEDERAL FUNDS SOLD / SHORT-TERM INVESTMENTS	11,388	11,384
Total cash and cash equivalents	15,885,995	25,854,285
INVESTMENT SECURITIES:		
Available for sale, at fair value	136,081,634	204,118,850
Held to maturity (fair value of \$92,210,226 and \$24,215,530 at June 30, 2010 and December 31, 2009, respectively)	91,062,786	23,608,980
Total investment securities	227,144,420	227,727,830
LOANS HELD FOR SALE	14,866,298	21,514,785
LOANS	433,271,445	379,945,735
Less- Allowance for loan losses	(4,937,891)	(4,505,387)
Net loans	428,333,554	375,440,348
PREMISES AND EQUIPMENT, net	6,091,208	4,899,091
ACCRUED INTEREST RECEIVABLE	2,200,112	2,274,087
BANK-OWNED LIFE INSURANCE	11,270,750	10,319,055
OTHER REAL ESTATE OWNED	1,713,502	1,362,621
OTHER ASSETS	7,291,715	8,604,378
Total assets	\$ 714,797,554	\$ 677,996,480
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES:		
Deposits		
Non-interest bearing	\$ 87,950,592	\$ 82,473,328
Interest bearing	445,519,416	489,682,026
Total deposits	533,470,008	572,155,354
BORROWINGS	97,100,000	22,500,000
REDEEMABLE SUBORDINATED DEBENTURES	18,557,000	18,557,000
ACCRUED INTEREST PAYABLE	1,486,171	1,757,151
ACCRUED EXPENSES AND OTHER LIABILITIES	4,260,783	5,625,922

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Total liabilities	654,873,962	620,595,427
COMMITMENTS AND CONTINGENCIES	-	-
SHAREHOLDERS' EQUITY:		
Preferred Stock, no par value; 5,000,000 shares authorized, of which 12,000 shares of Series B, \$1,000 liquidation preference, 5% cumulative increasing to 9% cumulative on February 15, 2014, were issued and outstanding	11,527,230	11,473,262
Common stock, no par value; 30,000,000 shares authorized; 4,541,585 and 4,526,827 shares issued and 4,530,682 and 4,515,924 shares outstanding at June 30, 2010 and December 31, 2009, respectively	36,894,428	36,774,621
Retained earnings	11,448,180	10,307,331
Treasury Stock, at cost, 10,903 shares	(73,492)	(73,492)
Accumulated other comprehensive income (loss)	127,246	(1,080,669)