

CENTRAL VALLEY COMMUNITY BANCORP

Form 10-Q

November 13, 2008

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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 SEPTEMBER 30, 2008**
- 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 31977

## CENTRAL VALLEY COMMUNITY BANCORP

(Exact name of registrant as specified in its charter)

**California**

(State or other jurisdiction of incorporation or organization)

**77-0539125**

(I.R.S. Employer Identification No.)

**7100 N. Financial Dr. Fresno, California**

(Address of principal executive offices)

**93720**

(Zip code)

Registrant's telephone number (559) 298-1775

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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 past 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 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

(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 November 12, 2008 there were 6,019,319 shares of the registrant's common stock outstanding

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**CENTRAL VALLEY COMMUNITY BANCORP**

**2008 QUARTERLY REPORT ON FORM 10-Q**

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**PART 1: FINANCIAL INFORMATION**

**ITEM 1: FINANCIAL STATEMENTS**



**CENTRAL VALLEY COMMUNITY BANCORP**

## CONSOLIDATED BALANCE SHEETS

(Unaudited)

(In thousands, except share amounts)	September 30, 2008		December 31, 2007	
<b>ASSETS</b>				
Cash and due from banks	\$	19,461	\$	17,108
Federal funds sold		23,759		14,536
Total cash and cash equivalents		43,220		31,644
Securities:				
Available-for-sale investment securities (Amortized cost of \$94,388 at September 30, 2008 and \$84,139 at December 31, 2007)		90,533		84,373
Held-to-maturity, at amortized cost		7,453		
Loans, less allowance for credit losses of \$4,533 at September 30, 2008 and \$3,887 at December 31, 2007		349,345		337,241
Bank premises and equipment, net		5,940		5,767
Bank owned life insurance		6,911		6,723
Federal Home Loan Bank stock		2,110		2,022
Goodwill		8,934		8,934
Accrued interest receivable, intangibles and other assets		10,190		6,981
Total assets	\$	524,636	\$	483,685
<b>LIABILITIES AND SHAREHOLDERS EQUITY</b>				
Deposits:				
Non-interest bearing	\$	126,063	\$	128,120
Interest bearing		296,123		274,442
Total deposits		422,186		402,562
Short-term borrowings		19,900		20,000
Long-term debt		19,000		
Accrued interest payable and other liabilities		8,444		6,929
Total liabilities		469,530		429,491
Commitments and contingencies				
Shareholders' equity:				
Preferred stock, no par value; 10,000,000 shares authorized, no shares issued or outstanding				
Common stock, no par value; 80,000,000 authorized; outstanding 6,019,319 at September 30, 2008, 5,975,316 at December 31, 2007		14,016		13,571
Retained earnings		43,403		40,483
Accumulated other comprehensive (loss) income, net of tax		(2,313)		140
Total shareholders' equity		55,106		54,194
Total liabilities and shareholders' equity	\$	524,636	\$	483,685

See notes to unaudited condensed consolidated financial statements.

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**CENTRAL VALLEY COMMUNITY BANCORP**  
**CONDENSED CONSOLIDATED STATEMENTS OF INCOME**

(Unaudited)

(In thousands except earnings per share amounts)	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2008	2007	2008	2007
<b>INTEREST INCOME:</b>				
Interest and fees on loans	\$ 6,165	\$ 7,155	\$ 18,851	\$ 20,733
Interest on Federal funds sold	78	109	206	408
Interest and dividends on investment securities:				
Taxable	1,209	805	3,126	2,575
Exempt from Federal income taxes	224	212	681	662
Total interest income	7,676	8,281	22,864	24,378
<b>INTEREST EXPENSE:</b>				
Interest on deposits	1,388	2,065	4,580	5,951
Other	265	30	686	