

FNB CORP/FL/
Form 10-Q
May 08, 2015
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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 March 31, 2015

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)

<p>Florida (State or other jurisdiction of incorporation or organization)</p> <p>One North Shore Center, 12 Federal Street, Pittsburgh, PA (Address of principal executive offices)</p> <p>Registrant's telephone number, including area code: 800-555-5455</p> <p>(Former name, former address and former fiscal year, if changed since last report)</p>	<p>25-1255406 (I.R.S. Employer Identification No.)</p> <p>15212 (Zip Code)</p>
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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 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 <input checked="" type="checkbox"/>	Accelerated Filer <input type="checkbox"/>
Non-accelerated Filer <input type="checkbox"/>	Smaller reporting company <input type="checkbox"/>

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 April 30, 2015
Common Stock, \$0.01 Par Value	174,693,549 Shares

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F.N.B. CORPORATION

FORM 10-Q

March 31, 2015

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Dollars in thousands, except par value

	March 31, 2015	December 31, 2014
	(Unaudited)	
Assets		
Cash and due from banks	\$ 191,347	\$ 196,240
Interest bearing deposits with banks	42,899	91,153
Cash and Cash Equivalents	234,246	287,393
Securities available for sale	1,537,080	1,534,065
Securities held to maturity (fair value of \$1,536,449 and \$1,468,258)	1,513,204	1,453,355
Residential mortgage loans held for sale	4,621	6,180
Loans and leases, net of unearned income of \$50,916 and \$56,131	11,404,099	11,247,038
Allowance for credit losses	(128,499)	(125,926)
Net Loans and Leases	11,275,600	11,121,112
Premises and equipment, net	169,859	168,756
Goodwill	829,726	832,213
Core deposit and other intangible assets, net	45,520	47,504
Bank owned life insurance	303,102	301,771
Other assets	365,890	374,741
Total Assets	\$ 16,278,848	\$ 16,127,090
Liabilities		
Deposits:		
Non-interest bearing demand	\$ 2,728,599	\$ 2,647,623
Interest bearing demand	4,724,985	4,547,628
Savings	1,763,275	1,575,922
Certificates and other time deposits	2,589,184	2,611,035
Total Deposits	11,806,043	11,382,208
Short-term borrowings	1,740,500	2,041,658
Long-term borrowings	541,474	541,443
Other liabilities	135,555	140,325
Total Liabilities	14,223,572	14,105,634

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 176,305,233 and 175,450,303 shares	1,763	1,754
Additional paid-in capital	1,805,991	1,798,984
Retained earnings	193,461	176,120
Accumulated other comprehensive loss	(34,980)	(46,003)
Treasury stock 1,613,531 and 1,458,045 shares at cost	(17,841)	(16,281)
Total Stockholders Equity	2,055,276	2,021,456
Total Liabilities and Stockholders Equity	\$ 16,278,848	\$ 16,127,090

See accompanying Notes to Consolidated Financial Statements

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

In thousands, except per share data

Unaudited

	Three Months Ended March 31,	
	2015	2014
Interest Income		
Loans and leases, including fees	\$ 117,739	\$ 104,097
Securities:		
Taxable	14,214	12,287
Nontaxable	1,373	1,291
Dividends	11	179
Other	32	26
Total Interest Income	133,369	117,880
Interest Expense		
Deposits	7,449	7,149
Short-term borrowings	1,768	1,219
Long-term borrowings	2,231	1,687
Total Interest Expense	11,448	10,055
Net Interest Income	121,921	107,825
Provision for credit losses	8,136	7,006
Net Interest Income After Provision for Credit Losses	113,785	100,819
Non-Interest Income		
Service charges	15,817	15,269
Trust fees	5,161	4,764
Insurance commissions and fees	4,369	4,945
Securities commissions and fees	3,057	2,391
Net securities (losses) gains	(9)	9,461
Mortgage banking operations	1,799	214
Bank owned life insurance	1,843	2,185
Other	6,145	2,841
Total Non-Interest Income	38,182	42,070
Non-Interest Expense		
Salaries and employee benefits	49,269	48,953
Net occupancy	8,976	8,482
Equipment	7,648	6,899

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Amortization of intangibles	2,115	2,283
Outside services	8,777	7,237
FDIC insurance	3,689	2,994
Merger related		5,318
Other	14,181	12,000
Total Non-Interest Expense	94,655	94,166
Income Before Income Taxes	57,312	48,723
Income taxes	16,969	14,199
Net Income	40,343	34,524
Less: Preferred stock dividends	2,010	2,322
Net Income Available to Common Stockholders	\$ 38,333	\$ 32,202
Net Income per Common Share Basic	\$ 0.22	\$ 0.20
Net Income per Common Share Diluted	0.22	0.20
Cash Dividends per Common Share	0.12	0.12
Comprehensive Income	\$ 51,366	\$ 47,407

See accompanying Notes to Consolidated Financial Statements

Table of Contents**F.N.B. CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENTS 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, 2015	\$ 106,882	\$ 1,754	\$ 1,798,984	\$ 176,120	\$ (46,003)	\$ (16,281)	\$ 2,021,456
Comprehensive income				40,343	11,023		51,366
Dividends declared:							
Preferred stock				(2,010)			(2,010)
Common stock:							
\$0.12/share				(20,992)			(20,992)
Issuance of common stock		9	5,986			(1,560)	4,435
Restricted stock compensation			340				340
Tax benefit of stock-based compensation			681				681
Balance at March 31, 2015	\$ 106,882	\$ 1,763	\$ 1,805,991	\$ 193,461	\$ (34,980)	\$ (17,841)	\$ 2,055,276
Balance at January 1, 2014	\$ 106,882	\$ 1,592	\$ 1,608,117	\$ 121,870	\$ (56,924)	\$ (7,154)	\$ 1,774,383
Comprehensive income				34,524	12,883		47,407
Dividends declared:							
Preferred stock				(2,322)			(2,322)
Common stock:							
\$0.12/share				(20,016)			(20,016)
Issuance of common stock		12	5,939	(228)		(3,376)	2,347
Issuance of common stock acquisitions		67	81,330				81,397
Restricted stock compensation			567				567
Tax benefit of stock-based compensation			1,224				1,224

Balance at March 31, 2014	\$ 106,882	\$ 1,671	\$ 1,697,177	\$ 133,828	\$ (44,041)	\$ (10,530)	\$ 1,884,987
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See accompanying Notes to Consolidated Financial Statements

Table of Contents**F.N.B. CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF CASH FLOWS**

Dollars in thousands

Unaudited

	Three Months Ended March 31,	
	2015	2014
Operating Activities		
Net income	\$ 40,343	\$ 34,524
Adjustments to reconcile net income to net cash flows provided by operating activities:		
Depreciation, amortization and accretion	11,725	8,339
Provision for credit losses	8,136	7,006
Deferred tax (benefit) expenses	3,217	(2,154)
Net securities losses (gains)	9	(9,461)
Tax benefit of stock-based compensation	(681)	(1,224)
Loans originated for sale	(71,499)	(18,245)
Loans sold	74,870	22,635
Gain on sale of loans	(1,813)	(1,193)
Net change in:		
Interest receivable	(1,704)	(123)
Interest payable	(178)	(750)
Securities classified as trading in business combination and sold		203,178
Bank owned life insurance	(1,323)	(1,513)
Other, net	5,187	3,096
Net cash flows provided by operating activities	66,289	244,115
Investing Activities		
Net change in loans and leases	(167,685)	(140,938)
Securities available for sale:		
Purchases	(90,156)	(318,332)
Sales	33,228	85,877
Maturities	66,275	130,641
Securities held to maturity:		
Purchases	(130,506)	(266,486)
Maturities	69,394	44,159
Purchase of bank owned life insurance	(8)	(4,433)
Withdrawal/surrender of bank owned life insurance		716
Increase in premises and equipment	(6,199)	(6,042)
Net cash received in business combinations		26,964
Net cash flows used in investing activities	(225,657)	(447,874)

Financing Activities		
Net change in:		
Demand (non-interest bearing and interest bearing) and savings accounts	445,685	253,935
Time deposits	(20,779)	(44,043)
Short-term borrowings	(301,158)	(24,615)
Increase in long-term borrowings	6,598	108,079
Decrease in long-term borrowings	(6,579)	(39,966)
Net proceeds from issuance of common stock	4,775	3,755
Tax benefit of stock-based compensation	681	1,224
Cash dividends paid:		
Preferred stock	(2,010)	(2,322)
Common stock	(20,992)	(20,016)
Net cash flows provided by financing activities	106,221	236,031
Net (Decrease) Increase in Cash and Cash Equivalents	(53,147)	32,272
Cash and cash equivalents at beginning of period	287,393	213,981
Cash and Cash Equivalents at End of Period	\$ 234,246	\$ 246,253

See accompanying Notes to Consolidated Financial Statements

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F.N.B. CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Dollars in thousands, except share data

(Unaudited)

March 31, 2015

BUSINESS

F.N.B. Corporation (the Corporation), headquartered in Pittsburgh, Pennsylvania, is a diversified financial services company operating in six states and three major metropolitan areas, including Pittsburgh, Baltimore, Maryland and Cleveland, Ohio. As of March 31, 2015, the Corporation had 287 banking offices throughout Pennsylvania, Ohio, Maryland and West Virginia. The Corporation provides a full range of commercial banking, consumer banking and wealth management solutions through its subsidiary network which is led by its largest affiliate, First National Bank of Pennsylvania (FNBPA). Commercial banking solutions include corporate banking, small business banking, investment real estate financing, international banking, business credit, capital markets and lease financing. Consumer banking provides a full line of consumer banking products and services including deposit products, mortgage lending, consumer lending and a complete suite of mobile and online banking services. Wealth management services include asset management, private banking and insurance. The Corporation also operates Regency Finance Company (Regency), which had 73 consumer finance offices in Pennsylvania, Ohio, Kentucky and Tennessee as of March 31, 2015.

BASIS OF PRESENTATION

The Corporation's accompanying consolidated financial statements and these notes to the financial statements include subsidiaries in which the Corporation has a controlling financial interest. The Corporation owns and operates FNBPA, First National Trust Company, First National Investment Services Company, LLC, F.N.B. Investment Advisors, Inc., First National Insurance Agency, LLC, Regency, Bank Capital Services, LLC and F.N.B. Capital Corporation, LLC, and includes results for each of these entities in the accompanying consolidated financial statements.

The accompanying consolidated financial statements include all adjustments that are necessary, in the opinion of management, to fairly reflect the Corporation's financial position and results of operations in accordance with U.S. generally accepted accounting principles (GAAP). All significant intercompany balances and transactions have been eliminated. Certain prior period amounts have been reclassified to conform to the current period presentation. Events occurring subsequent to the date of the balance sheet have been evaluated for potential recognition or disclosure in the consolidated financial statements through the date of the filing of the consolidated financial statements with the Securities and Exchange Commission (SEC).

Certain information and note disclosures normally included in consolidated financial statements prepared in accordance with GAAP have been condensed or omitted pursuant to the rules and regulations of the SEC. The interim operating results are not necessarily indicative of operating results the Corporation expects for the full year. These interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements and notes thereto included in the Corporation's Annual Report on Form 10-K filed with the SEC on February 27, 2015.

USE OF ESTIMATES

The accounting and reporting policies of the Corporation conform with GAAP. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements and accompanying notes. Actual results could materially differ from those estimates. Material estimates that are particularly susceptible to significant changes include the allowance for credit losses, securities valuations, goodwill and other intangible assets and income taxes.

MERGERS AND ACQUISITIONS

OBA Financial Services, Inc.

On September 19, 2014, the Corporation completed its acquisition of OBA Financial Services, Inc. (OBA), a bank holding company based in Germantown, Maryland. On the acquisition date, the estimated fair values of OBA included \$390,128 in assets, \$291,393 in loans and \$295,922 in deposits. The acquisition was valued at approximately \$85,554 and resulted in the Corporation issuing 7,170,037 shares of its common stock in exchange for 4,025,895 shares of OBA common stock. The Corporation also acquired the outstanding stock options of OBA that became fully vested upon the

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acquisition. The assets and liabilities of OBA were recorded on the Corporation's consolidated balance sheet at their preliminary estimated fair values as of September 19, 2014, the acquisition date, and OBA's results of operations have been included in the Corporation's consolidated statement of comprehensive income since that date. OBA's banking affiliate, OBA Bank, was merged into FNBPA on September 19, 2014. Based on a preliminary purchase price allocation, the Corporation recorded \$20,139 in goodwill and \$4,304 in core deposit intangibles as a result of the acquisition. These fair value estimates are provisional amounts based on third party valuations that are currently under review. None of the goodwill is deductible for income tax purposes.

BCSB Bancorp, Inc.

On February 15, 2014, the Corporation completed its acquisition of BCSB Bancorp, Inc. (BCSB), a bank holding company based in Baltimore, Maryland. On the acquisition date, the estimated fair values of BCSB included \$596,122 in assets, \$304,932 in loans and \$532,197 in deposits. The acquisition was valued at \$80,547 and resulted in the Corporation issuing 6,730,597 shares of its common stock in exchange for 3,235,961 shares of BCSB common stock. The Corporation also acquired the outstanding stock options of BCSB that became fully vested upon the acquisition. The assets and liabilities of BCSB were recorded on the Corporation's consolidated balance sheet at their fair values as of February 15, 2014, the acquisition date, and BCSB's results of operations have been included in the Corporation's consolidated statement of comprehensive income since that date. BCSB's banking affiliate, Baltimore County Savings Bank, was merged into FNBPA on February 15, 2014. Based on the purchase price allocation, the Corporation recorded \$42,451 in goodwill and \$6,591 in core deposit intangibles as a result of the acquisition. None of the goodwill is deductible for income tax purposes.

NEW ACCOUNTING STANDARDS*Cloud Computing Arrangements*

In April 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2015-05, *Intangibles-Goodwill and Other-Internal-Use Software*. ASU 2015-05 provides guidance to help entities evaluate the accounting for fees paid by a customer in a cloud computing arrangement environment. The amendments in this Update provide a basis for evaluating whether a cloud computing arrangement includes a software license to internal-use software, and how to account for the software license element of the arrangement. This update supersedes the existing requirement to analogize to operating lease guidance in accounting for some software licenses. The requirements of ASU 2015-05 are effective for reporting periods beginning after December 15, 2015, with early adoption permitted. A reporting entity may apply ASU 2015-05 either prospectively or retrospectively. The Corporation is evaluating this new guidance and has not yet determined which approach it will adopt to apply the amendments in ASU 2015-05 or the impact that the adoption of this update will have on its financial statements.

Consolidation

In February 2015, the FASB issued ASU No. 2015-02, *Consolidation*. ASU 2015-02 changes the analysis that a reporting entity must perform to determine whether it should consolidate certain types of legal entities. This update modifies the evaluation of whether limited partnerships or similar legal entities are variable interest entities (VIEs) or voting interest entities, eliminates the presumption that a general partner should consolidate a limited partnership and affects the consolidation analysis of reporting entities that are involved with VIEs, particularly those that have fee arrangements and related party relationships. The requirements of ASU 2015-02 are effective for reporting periods beginning after December 15, 2015, with early adoption permitted. A reporting entity may apply ASU 2015-02 either retrospectively or by using a modified retrospective approach by recording a cumulative-effect adjustment to equity as of the beginning of the fiscal year of adoption. The adoption of this update is not expected to have a material effect on

the financial statements, results of operations or liquidity of the Corporation.

Income Statement

In January 2015, the FASB issued ASU No. 2015-01, *Income Statement - Extraordinary and Unusual Items*. The FASB issued ASU 2015-01 as part of its Simplification Initiative to reduce complexity in accounting standards. ASU 2015-01 eliminates from GAAP the concept of extraordinary items. The requirements of ASU 2015-01 are effective for reporting periods beginning after December 15, 2015, with early adoption permitted. A reporting entity may apply ASU 2015-01 prospectively, or retrospectively to all prior periods presented in the financial statements. The adoption of this update will not have an effect on the financial statements, results of operations or liquidity of the Corporation, as the Corporation has not reported extraordinary items.

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The amortized cost and fair value of securities are as follows:

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Securities Available for Sale				
March 31, 2015				
U.S. Treasury	\$ 29,637	\$ 300	\$	\$ 29,937
U.S. government-sponsored entities	388,363	2,818	(521)	390,660
Residential mortgage-backed securities:				
Agency mortgage-backed securities	494,497	11,064		505,561
Agency collateralized mortgage obligations	573,738	3,646	(5,367)	572,017
Non-agency collateralized mortgage obligations	1,359	5		1,364
Commercial mortgage-backed securities	6,844		(1)	6,843
States of the U.S. and political subdivisions	12,713	476	(14)	13,175
Other debt securities	16,643	373	(785)	16,231
Total debt securities	1,523,794	18,682	(6,688)	1,535,788
Equity securities	1,031	261		1,292
	\$ 1,524,825	\$ 18,943	\$ (6,688)	\$ 1,537,080
December 31, 2014				
U.S. Treasury	\$ 29,604	\$ 78	\$	\$ 29,682
U.S. government-sponsored entities	338,330	742	(1,939)	337,133
Residential mortgage-backed securities:				
Agency mortgage-backed securities	546,572	7,548	(35)	554,085
Agency collateralized mortgage obligations	580,601	1,617	(9,047)	573,171
Non-agency collateralized mortgage obligations	1,414	17		1,431
Commercial mortgage-backed securities	7,891		(11)	7,880
States of the U.S. and political subdivisions	12,713	477	(32)	13,158
Other debt securities	16,615	420	(857)	16,178
Total debt securities	1,533,740	10,899	(11,921)	1,532,718
Equity securities	1,031	316		1,347
	\$ 1,534,771	\$ 11,215	\$ (11,921)	\$ 1,534,065
Securities Held to Maturity				
March 31, 2015				
U.S. Treasury	\$ 500	\$ 182	\$	\$ 682
U.S. government-sponsored entities	146,578	1,731	(149)	148,160
Residential mortgage-backed securities:				
Agency mortgage-backed securities	674,101	19,130	(20)	693,211

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Agency collateralized mortgage obligations	505,859	3,633	(4,884)	504,608
Non-agency collateralized mortgage obligations	3,840	21		3,861
Commercial mortgage-backed securities	17,484	385		17,869
States of the U.S. and political subdivisions	164,842	3,372	(156)	168,058
	\$ 1,513,204	\$ 28,454	\$ (5,209)	\$ 1,536,449

December 31, 2014

U.S. Treasury	\$ 502	\$ 168	\$	\$ 670
U.S. government-sponsored entities	101,602	885	(524)	101,963
Residential mortgage-backed securities:				
Agency mortgage-backed securities	677,169	16,712	(346)	693,535
Agency collateralized mortgage obligations	501,965	1,858	(7,329)	496,494
Non-agency collateralized mortgage obligations	4,285	28		4,313
Commercial mortgage-backed securities	17,560	179		17,739
States of the U.S. and political subdivisions	150,272	3,315	(43)	153,544
	\$ 1,453,355	\$ 23,145	\$ (8,242)	\$ 1,468,258

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The Corporation classifies securities as trading securities when management intends to sell such securities in the near term. Such securities are carried at fair value, with unrealized gains (losses) reflected through the consolidated statements of comprehensive income. The Corporation classified certain securities acquired in conjunction with its acquisitions as trading securities. The Corporation both acquired and sold these trading securities during the quarterly periods in which each of the acquisitions occurred. As of March 31, 2015 and December 31, 2014, the Corporation did not hold any trading securities.

Gross gains and gross losses were realized on securities as follows:

	Three Months Ended March 31,	
	2015	2014
Gross gains	\$	\$ 18,009
Gross losses	(9)	(8,548)
	\$ (9)	\$ 9,461

During the first quarter of 2014, the Corporation strategically sold its entire portfolio of pooled trust preferred securities (TPS) with net proceeds of \$51,540 and a gain of \$13,766. These were previously classified as collateralized debt obligations (CDOs) available for sale. Of the 23 pooled securities sold, one was determined to be a disallowed investment under the Volcker Rule (Section 619) of the Dodd-Frank Wall Street Reform and Consumer Protection Act (Dodd-Frank Act), and as such, was required to be disposed of by July 2015. Partially offsetting this gain was a net loss of \$4,305 relating to the sale of other securities. By selling these securities, the Corporation strengthened the risk profile of its investment portfolio, improved its capital levels due to lowered risk-weighted assets and generated capital to support future growth.

As of March 31, 2015, the amortized cost and fair value of securities, by contractual maturities, were as follows:

	Available for Sale		Held to Maturity	
	Amortized Cost	Fair Value	Amortized Cost	Fair Value
Due in one year or less	\$ 4,985	\$ 5,069	\$ 1,282	\$ 1,285
Due from one to five years	423,890	426,811	138,269	139,139
Due from five to ten years	11,591	12,018	72,457	74,672
Due after ten years	6,890	6,105	99,912	101,804
	447,356	450,003	311,920	316,900
Residential mortgage-backed securities:				
Agency mortgage-backed securities	494,497	505,561	674,101	693,211
Agency collateralized mortgage obligations	573,738	572,017	505,859	504,608
Non-agency collateralized mortgage obligations	1,359	1,364	3,840	3,861
Commercial mortgage-backed securities	6,844	6,843	17,484	17,869
Equity securities	1,031	1,292		

\$ 1,524,825 \$ 1,537,080 \$ 1,513,204 \$ 1,536,449

Maturities may differ from contractual terms because borrowers may have the right to call or prepay obligations with or without penalties. Periodic payments are received on mortgage-backed securities based on the payment patterns of the underlying collateral.

At March 31, 2015 and December 31, 2014, securities with a carrying value of \$1,315,565 and \$1,036,380, respectively, were pledged to secure public deposits, trust deposits and for other purposes as required by law. Securities with a carrying value of \$807,261 and \$892,647 at March 31, 2015 and December 31, 2014, respectively, were pledged as collateral for short-term borrowings.

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Following are summaries of the fair values and unrealized losses of securities, segregated by length of impairment:

	Less than 12 Months			12 Months or More			Total		
	#	Fair Value	Unrealized Losses	#	Fair Value	Unrealized Losses	#	Fair Value	Unrealized Losses
Securities Available for Sale									
March 31, 2015									
U.S. government-sponsored entities	3	\$ 59,857	\$ (142)	5	\$ 55,612	\$ (379)	8	\$ 115,469	\$ (521)
Residential mortgage-backed securities:									
Agency collateralized mortgage obligations	4	61,998	(199)	17	242,124	(5,168)	21	304,122	(5,367)
Commercial mortgage-backed securities	1	6,843	(1)				1	6,843	(1)
States of the U.S. and political subdivisions				1	1,177	(14)	1	1,177	(14)
Other debt securities				4	6,105	(785)	4	6,105	(785)
	8	\$ 128,698	\$ (342)	27	\$ 305,018	\$ (6,346)	35	\$ 433,716	\$ (6,688)
December 31, 2014									
U.S. government-sponsored entities	7	\$ 89,986	\$ (275)	7	\$ 99,326	\$ (1,664)	14	\$ 189,312	\$ (1,939)
Residential mortgage-backed securities:									
Agency mortgage-backed securities	2	45,145	(35)				2	45,145	(35)
Agency collateralized mortgage obligations	9	166,908	(1,238)	16	225,700	(7,809)	25	392,608	(9,047)
Commercial mortgage-backed securities	1	7,880	(11)				1	7,880	(11)
States of the U.S. and political subdivisions				1	1,159	(32)	1	1,159	(32)
Other debt securities				4	6,030	(857)	4	6,030	(857)