

PROVIDENT FINANCIAL SERVICES INC
Form 10-Q
August 10, 2015

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

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

For the quarterly period ended June 30, 2015

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: 001-31566
PROVIDENT FINANCIAL SERVICES, INC.
(Exact Name of Registrant as Specified in Its Charter)

Delaware 42-1547151
(State or Other Jurisdiction of Incorporation or Organization) (I.R.S. Employer Identification No.)

239 Washington Street, Jersey City, New Jersey 07302
(Address of Principal Executive Offices) (Zip Code)
(732) 590-9200

(Registrant's Telephone Number, Including Area Code)

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 twelve 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 twelve 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 definitions 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 ✓

As of August 1, 2015 there were 83,209,293 shares issued and 65,682,059 shares outstanding of the Registrant's Common Stock, par value \$0.01 per share, including 383,731 shares held by the First Savings Bank Directors'

Deferred Fee Plan not otherwise considered outstanding under U.S. generally accepted accounting principles.

PROVIDENT FINANCIAL SERVICES, INC.
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PART I—FINANCIAL INFORMATION

Item 1. FINANCIAL STATEMENTS.

PROVIDENT FINANCIAL SERVICES, INC. AND SUBSIDIARY

Consolidated Statements of Financial Condition

June 30, 2015 (Unaudited) and December 31, 2014

(Dollars in Thousands)

	June 30, 2015	December 31, 2014
ASSETS		
Cash and due from banks	\$ 102,346	\$ 102,484
Short-term investments	2,386	1,278
Total cash and cash equivalents	104,732	103,762
Securities available for sale, at fair value	1,031,325	1,074,395
Investment securities held to maturity (fair value of \$476,792 at June 30, 2015 (unaudited) and \$482,473 at December 31, 2014)	471,984	469,528
Federal Home Loan Bank stock	77,892	69,789
Loans	6,308,353	6,085,505
Less allowance for loan losses	59,624	61,734
Net loans	6,248,729	6,023,771
Foreclosed assets, net	8,088	5,098
Banking premises and equipment, net	91,380	92,990
Accrued interest receivable	25,628	25,228
Intangible assets	432,879	404,422
Bank-owned life insurance	180,377	177,712
Other assets	78,400	76,682
Total assets	\$ 8,751,414	\$ 8,523,377
LIABILITIES AND STOCKHOLDERS' EQUITY		
Deposits:		
Demand deposits	\$ 4,030,152	\$ 3,971,487
Savings deposits	988,131	995,347
Certificates of deposit of \$100,000 or more	350,004	342,072
Other time deposits	445,934	483,617
Total deposits	5,814,221	5,792,523
Mortgage escrow deposits	25,970	21,649
Borrowed funds	1,684,574	1,509,851
Other liabilities	59,525	55,255
Total liabilities	7,584,290	7,379,278
Stockholders' Equity:		
Preferred stock, \$0.01 par value, 50,000,000 shares authorized, none issued	—	—
Common stock, \$0.01 par value, 200,000,000 shares authorized, 83,209,293 shares issued and 65,287,831 shares outstanding at June 30, 2015 (unaudited) and 64,905,905 outstanding at December 31, 2014	832	832
Additional paid-in capital	998,096	995,053
Retained earnings	485,577	465,276
Accumulated other comprehensive (loss) income	(1,463) 29

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Treasury stock	(271,904) (271,779)
Unallocated common stock held by the Employee Stock Ownership Plan	(44,014) (45,312)
Common stock acquired by the Directors' Deferred Fee Plan	(6,899) (7,113)
Deferred compensation – Directors' Deferred Fee Plan	6,899	7,113	
Total stockholders' equity	1,167,124	1,144,099	
Total liabilities and stockholders' equity	\$8,751,414	\$8,523,377	
See accompanying notes to unaudited consolidated financial statements.			

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PROVIDENT FINANCIAL SERVICES, INC. AND SUBSIDIARY

Consolidated Statements of Income

Three and six months ended June 30, 2015 and 2014 (Unaudited)

(Dollars in Thousands, except per share data)

	Three months ended June 30,		Six months ended June 30,	
	2015	2014	2015	2014
Interest income:				
Real estate secured loans	\$43,594	\$40,381	\$86,883	