

HOME BANCORP, INC.
Form 10-Q
May 11, 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

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: 001-34190

HOME BANCORP, INC.

(Exact name of Registrant as specified in its charter)

Louisiana
(State or Other Jurisdiction of
Incorporation or Organization)

71-1051785
(I.R.S. Employer
Identification Number)

503 Kaliste Saloom Road, Lafayette, Louisiana
(Address of Principal Executive Offices)

70508
(Zip Code)

Registrant's telephone number, including area code: (337) 237-1960

Not Applicable

(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 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

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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 Accelerated filer

Non-accelerated filer (Do not check if a smaller reporting company) Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). YES NO

At May 5, 2015, the registrant had 7,152,603 shares of common stock, \$0.01 par value, outstanding.

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HOME BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

	(Unaudited) March 31, 2015	(Audited) December 31, 2014
Assets		
Cash and cash equivalents	\$ 30,175,858	\$ 29,077,907
Interest-bearing deposits in banks	5,526,000	5,526,000
Investment securities available for sale, at fair value	171,488,522	174,800,516
Investment securities held to maturity (fair values of \$14,140,643 and \$11,889,335, respectively)	13,912,512	11,705,470
Mortgage loans held for sale	5,622,509	4,516,835
Loans, net of unearned income	922,088,691	908,967,871
Allowance for loan losses	(8,271,676)	(7,759,500)
Total loans, net of unearned income and allowance for loan losses	913,817,015	901,208,371
Office properties and equipment, net	37,584,386	37,964,714
Cash surrender value of bank-owned life insurance	19,295,469	19,163,110
Accrued interest receivable and other assets	36,433,586	37,451,687
Total Assets	\$ 1,233,855,857	\$ 1,221,414,610
Liabilities		
Deposits:		
Noninterest-bearing	\$ 276,319,489	\$ 267,660,145
Interest-bearing	750,253,148	725,912,448
Total deposits	1,026,572,637	993,572,593
Short-term Federal Home Loan Bank (FHLB) advances	6,000,000	31,000,000
Long-term Federal Home Loan Bank (FHLB) advances	19,000,000	16,500,000
Securities sold under repurchase agreements	20,204,822	20,370,892
Accrued interest payable and other liabilities	5,295,919	5,827,369
Total Liabilities	1,077,073,378	1,067,270,854
Shareholders Equity		
Preferred stock, \$0.01 par value - 10,000,000 shares authorized; none issued		
Common stock, \$0.01 par value - 40,000,000 shares authorized; 9,132,145 and 9,008,745 shares issued; 7,163,649 and 7,123,442 shares outstanding, respectively	91,322	90,088
Additional paid-in capital	94,932,283	93,332,108
Treasury stock at cost - 1,968,496 and 1,885,303 shares, respectively	(30,372,933)	(28,572,891)

Unallocated common stock held by:		
Employee Stock Ownership Plan (ESOP)	(4,820,480)	(4,909,750)
Recognition and Retention Plan (RRP)	(202,590)	(202,590)
Retained earnings	95,449,296	93,101,915
Accumulated other comprehensive income	1,705,581	1,304,876
Total Shareholders Equity	156,782,479	154,143,756
Total Liabilities and Shareholders Equity	\$ 1,233,855,857	\$ 1,221,414,610

The accompanying Notes are an integral part of these Consolidated Financial Statements.

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HOME BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

	For the Three Months Ended March 31,	
	2015	2014
Interest Income		
Loans, including fees	\$ 12,360,963	\$ 11,484,445
Investment securities	910,121	1,050,846
Other investments and deposits	33,752	31,158
Total interest income	13,304,836	12,566,449
Interest Expense		
Deposits	684,979	622,565
Securities sold under repurchase agreement	18,429	16,675
Short-term FHLB advances	6,071	35,661
Long-term FHLB advances	103,235	80,550
Total interest expense	812,714	755,451
Net interest income	12,492,122	11,810,998
Provision for loan losses	538,487	145,016
Net interest income after provision for loan losses	11,953,635	11,665,982
Noninterest Income		
Service fees and charges	892,118	796,093
Bank card fees	565,584	455,984
Gain on sale of loans, net	373,173	161,862
Income from bank-owned life insurance	132,359	110,641
Gain on sale of securities, net		1,826
Other income	115,450	129,573
Total noninterest income	2,078,684	1,655,979
Noninterest Expense		
Compensation and benefits	5,760,787	6,794,808
Occupancy	1,171,280	1,014,330
Marketing and advertising	110,328	207,241
Data processing and communication	943,332	1,371,823
Professional services	238,175	487,110

Forms, printing and supplies	144,810	161,920
Franchise and shares tax	147,272	184,385
Regulatory fees	280,467	228,377
Foreclosed assets, net	235,782	361,885
Other expenses	686,853	445,166
Total noninterest expense	9,719,086	11,257,045
Income before income tax expense	4,313,233	2,064,916
Income tax expense	1,465,469	631,460
Net Income	\$ 2,847,764	\$ 1,433,456
Earnings per share:		
Basic	\$ 0.43	\$ 0.22
Diluted	\$ 0.41	\$ 0.21
Cash dividends declared per common share	\$ 0.07	\$

The accompanying Notes are an integral part of these Consolidated Financial Statements.

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HOME BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)

	For the Three Months Ended March 31,	
	2015	2014
Net Income	\$ 2,847,764	\$ 1,433,456
Other Comprehensive Income		
Unrealized gains on investment securities	\$ 616,469	\$ 746,538
Reclassification adjustment for gains included in net income		(1,826)
Tax effect ⁽¹⁾	(215,764)	(260,649)
Other comprehensive (loss) income, net of taxes	\$ 400,705	\$ 484,063
Comprehensive Income	\$ 3,248,469	\$ 1,917,519

- (1) The tax effect on the change in unrealized gains on investment securities was \$215,764 and \$261,288 for the quarters ending March 31, 2015 and 2014, respectively. The reclassification adjustment for gains included in the net income had a tax effect of \$639 for the quarter ending March 31, 2014.

The accompanying Notes are an integral part of these Consolidated Financial Statements.

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	Common Stock	Additional Paid-in Capital	Treasury Stock	Unallocated Common Stock Held by ESOP	Unallocated Common Stock Held by RRP	Retained Earnings	Accumulated Other Comprehensive Income	Total
Balance, December 31, 2013⁽¹⁾	\$ 89,585	\$ 92,192,410	\$ (28,011,398)	\$ (5,266,830)	\$ (1,018,497)	\$ 83,729,144	\$ 195,115	\$ 141,909,529
Net income						1,433,456		1,433,456
Other comprehensive income							484,063	484,063
Treasury stock acquired at cost, 200 shares			(4,148)					(4,148)
Exercise of stock options	3	3,432						3,435
ESOP shares released for allocation		94,146		89,270				183,416
Share-based compensation cost		365,496						365,496
Balance, March 31, 2014	\$ 89,588	\$ 92,655,484	\$ (28,015,546)	\$ (5,177,560)	\$ (1,018,497)	\$ 85,162,600	\$ 679,178	\$ 144,375,247
Balance, December 31, 2014⁽¹⁾	\$ 90,088	\$ 93,332,108	\$ (28,572,891)	\$ (4,909,750)	\$ (202,590)	\$ 93,101,915	\$ 1,304,876	\$ 154,143,756
Net income						2,847,764		2,847,764
Other comprehensive income							400,705	400,705
Treasury stock acquired at cost, 83,193 shares			(1,800,042)					(1,800,042)
Cash dividends declared, \$0.07 per share						(500,383)		(500,383)

Exercise of stock options	1,234	1,425,616							1,426,850
ESOP shares released for allocation		141,619		89,270					230,889
Share-based compensation cost		32,940							32,940
Balance, March 31, 2015	\$ 91,322	\$ 94,932,283	\$ (30,372,933)	\$ (4,820,480)	\$ (202,590)	\$ 95,449,296	\$ 1,705,581	\$ 156,782,479	

(1) Balances as of December 31, 2013 and December 31, 2014 are audited.

The accompanying Notes are an integral part of these Consolidated Financial Statements.

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HOME BANCORP, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

	For the Three Months Ended March 31,	
	2015	2014
Cash flows from operating activities, net of effects of acquisition in 2014:		
Net income	\$ 2,847,764	\$ 1,433,456
Adjustments to reconcile net income to net cash provided by operating activities:		
Provision for loan losses	538,487	145,016
Depreciation	447,898	404,657
Amortization of purchase accounting valuations and intangibles	1,214,457	1,768,439
Net amortization of mortgage servicing asset	31,270	59,574
Federal Home Loan Bank stock dividends	(3,900)	(3,000)
Net amortization of premium on investments	354,341	270,253
Gain on sale of investment securities, net		(1,826)
Gain on loans sold, net	(373,173)	(161,862)
Proceeds, including principal payments, from loans held for sale	35,200,887	&n