

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

MidWestOne Financial Group, Inc.

Form 10-Q

November 05, 2018

false--12-31Q320182018-09-3010-Q000141266512221547YesfalseAccelerated FilerMIDWESTONE FINANCIAL GROUP,

INC.falseMOFG132800001.001.003000000030000000124634811246348112219611122211070.02150.03500.0159Three-mon

LIBORThree-month LIBORThree-month

LIBOR00115360000.000.005000005000000007500000268752852582509700243870242374033998 0001412665

2018-01-01 2018-09-30 0001412665 2018-10-31 0001412665 2017-12-31 0001412665 2018-09-30 0001412665

2018-07-01 2018-09-30 0001412665 2017-01-01 2017-09-30 0001412665 2017-07-01 2017-09-30 0001412665

us-gaap:TreasuryStockMember 2018-01-01 2018-09-30 0001412665 us-gaap:RetainedEarningsMember 2018-01-01

2018-09-30 0001412665 us-gaap:PreferredStockMember 2017-01-01 2017-09-30 0001412665

us-gaap:TreasuryStockMember 2017-01-01 2017-09-30 0001412665 us-gaap:CommonStockMember 2018-01-01

2018-09-30 0001412665 us-gaap:RetainedEarningsMember 2017-09-30 0001412665

us-gaap:AdditionalPaidInCapitalMember 2017-01-01 2017-09-30 0001412665

us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-01-01 2018-09-30 0001412665

us-gaap:CommonStockMember 2017-01-01 2017-09-30 0001412665 us-gaap:TreasuryStockMember 2017-12-31

0001412665 us-gaap:TreasuryStockMember 2018-09-30 0001412665 us-gaap:PreferredStockMember 2018-01-01

2018-09-30 0001412665 us-gaap:AdditionalPaidInCapitalMember 2018-01-01 2018-09-30 0001412665

us-gaap:RetainedEarningsMember 2017-01-01 2017-09-30 0001412665

us-gaap:AccumulatedOtherComprehensiveIncomeMember 2017-01-01 2017-09-30 0001412665

us-gaap:CommonStockMember 2017-09-30 0001412665 2016-12-31 0001412665 us-gaap:PreferredStockMember

2016-12-31 0001412665 us-gaap:PreferredStockMember 2017-09-30 0001412665 us-gaap:TreasuryStockMember

2016-12-31 0001412665 us-gaap:CommonStockMember 2016-12-31 0001412665 us-gaap:RetainedEarningsMember

2018-09-30 0001412665 us-gaap:RetainedEarningsMember 2017-12-31 0001412665

us-gaap:AdditionalPaidInCapitalMember 2017-12-31 0001412665

us-gaap:AccumulatedOtherComprehensiveIncomeMember 2017-12-31 0001412665 us-gaap:TreasuryStockMember

2017-09-30 0001412665 us-gaap:AdditionalPaidInCapitalMember 2018-09-30 0001412665

us-gaap:PreferredStockMember 2018-09-30 0001412665 us-gaap:AccumulatedOtherComprehensiveIncomeMember

2016-12-31 0001412665 us-gaap:AdditionalPaidInCapitalMember 2017-09-30 0001412665

us-gaap:RetainedEarningsMember 2016-12-31 0001412665 us-gaap:CommonStockMember 2017-12-31 0001412665

us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-09-30 0001412665 2017-09-30 0001412665

us-gaap:PreferredStockMember 2017-12-31 0001412665 us-gaap:AccumulatedOtherComprehensiveIncomeMember

2017-09-30 0001412665 us-gaap:CommonStockMember 2018-09-30 0001412665

us-gaap:AdditionalPaidInCapitalMember 2016-12-31 0001412665 us-gaap:CommonStockMember 2018-01-01

2018-09-30 0001412665 us-gaap:CommonStockMember 2017-01-01 2017-09-30 0001412665

us-gaap:AccountingStandardsUpdate201601Member 2018-01-01 2018-09-30 0001412665

us-gaap:AccountingStandardsUpdate201601Member 2017-01-01 2017-09-30 0001412665 mofg:ATBancorpMember

us-gaap:CommonStockMember 2018-01-01 2018-09-30 0001412665 mofg:ATBancorpMember 2018-01-01

2018-09-30 0001412665 mofg:CommunityReinvestmentActQualifiedInvestmentMember 2018-09-30 0001412665

us-gaap:BanksTrustAndInsuranceEquitiesMember us-gaap:EquitySecuritiesMember 2018-09-30 0001412665

strpr:MN mofg:TotalObligationsOfStateAndPoliticalSubdivisionsMember

us-gaap:GeographicConcentrationRiskMember us-gaap:USStatesAndPoliticalSubdivisionsMember 2018-01-01

2018-09-30 0001412665 strpr:IA mofg:TotalObligationsOfStateAndPoliticalSubdivisionsMember

us-gaap:GeographicConcentrationRiskMember us-gaap:USStatesAndPoliticalSubdivisionsMember 2018-01-01

2018-09-30 0001412665 2017-01-01 2017-03-31 0001412665 us-gaap:CollateralizedMortgageObligationsMember

2018-09-30 0001412665 us-gaap:DomesticCorporateDebtSecuritiesMember 2018-09-30 0001412665

us-gaap:MortgageBackedSecuritiesIssuedByUSGovernmentSponsoredEnterprisesMember 2018-09-30 0001412665

us-gaap:USGovernmentCorporationsAndAgenciesSecuritiesMember 2018-09-30 0001412665

us-gaap:USStatesAndPoliticalSubdivisionsMember 2018-09-30 0001412665 us-gaap:DebtSecuritiesMember

2017-01-01 2017-09-30 0001412665 us-gaap:DebtSecuritiesMember 2017-07-01 2017-09-30 0001412665

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

us-gaap:DebtSecuritiesMember 2018-01-01 2018-09-30 0001412665 us-gaap:DebtSecuritiesMember 2018-07-01
2018-09-30 0001412665 us-gaap:ResidentialMortgageBackedSecuritiesMember 2018-09-30 0001412665
us-gaap:USStatesAndPoliticalSubdivisionsMember 2017-12-31 0001412665
us-gaap:ResidentialMortgageBackedSecuritiesMember 2017-12-31 0001412665
us-gaap:DomesticCorporateDebtSecuritiesMember 2017-12-31 0001412665
us-gaap:MortgageBackedSecuritiesIssuedByUSGovernmentSponsoredEnterprisesMember 2017-12-31 0001412665
us-gaap:CollateralizedMortgageObligationsMember 2017-12-31 0001412665
us-gaap:USGovernmentCorporationsAndAgenciesSecuritiesMember 2017-12-31 0001412665
us-gaap:EquitySecuritiesMember 2017-12-31 0001412665 us-gaap:ConsumerPortfolioSegmentMember 2018-09-30
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember 2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
2018-09-30 0001412665 us-gaap:FinancialAssetAcquiredWithCreditDeteriorationMember
us-gaap:CommercialPortfolioSegmentMember 2018-09-30 0001412665
us-gaap:FinancialAssetAcquiredWithCreditDeteriorationMember 2018-09-30 0001412665
mofg:AgriculturalPortfolioSegmentMember 2018-09-30 0001412665
us-gaap:FinancialAssetAcquiredWithCreditDeteriorationMember us-gaap:ResidentialPortfolioSegmentMember
2018-09-30 0001412665 us-gaap:FinancialAssetAcquiredWithCreditDeteriorationMember
us-gaap:CommercialRealEstatePortfolioSegmentMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember mofg:FarmlandLoanFinancingReceivableMember
2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember 2017-12-31 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember 2018-09-30
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember 2017-12-31 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
2017-12-31 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember 2017-12-31
0001412665 mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember
2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember 2017-12-31 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember 2017-12-31
0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember 2017-12-31
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember 2018-09-30
0001412665 us-gaap:CommercialPortfolioSegmentMember 2017-07-01 2017-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember 2018-07-01 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember 2017-09-30 0001412665 us-gaap:CommercialPortfolioSegmentMember
2018-07-01 2018-09-30 0001412665 mofg:AgriculturalPortfolioSegmentMember 2018-07-01 2018-09-30
0001412665 us-gaap:ResidentialPortfolioSegmentMember 2017-07-01 2017-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember 2018-06-30 0001412665 us-gaap:CommercialPortfolioSegmentMember

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

2018-06-30 0001412665 us-gaap:ConsumerPortfolioSegmentMember 2018-07-01 2018-09-30 0001412665
mofg:AgriculturalPortfolioSegmentMember 2017-07-01 2017-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember 2017-06-30 0001412665 us-gaap:ConsumerPortfolioSegmentMember
2017-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember 2018-07-01 2018-09-30 0001412665
2018-06-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember 2017-07-01 2017-09-30
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember 2018-06-30 0001412665
us-gaap:CommercialPortfolioSegmentMember 2017-09-30 0001412665 us-gaap:ConsumerPortfolioSegmentMember
2018-06-30 0001412665 mofg:AgriculturalPortfolioSegmentMember 2018-06-30 0001412665
mofg:AgriculturalPortfolioSegmentMember 2017-09-30 0001412665 mofg:AgriculturalPortfolioSegmentMember
2017-06-30 0001412665 us-gaap:ConsumerPortfolioSegmentMember 2017-07-01 2017-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember 2017-06-30 0001412665 us-gaap:CommercialPortfolioSegmentMember
2017-06-30 0001412665 2017-06-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember 2017-06-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:DoubtfulMember 2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember us-gaap:PassMember
2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember us-gaap:SpecialMentionMember 2017-12-31
0001412665 us-gaap:SpecialMentionMember 2017-12-31 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:SubstandardMember 2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember us-gaap:SubstandardMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember mofg:FarmlandLoanFinancingReceivableMember
us-gaap:SubstandardMember 2017-12-31 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember us-gaap:SubstandardMember 2017-12-31
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:SubstandardMember 2017-12-31 0001412665 us-gaap:ResidentialPortfolioSegmentMember
us-gaap:PassMember 2017-12-31 0001412665 mofg:AgriculturalPortfolioSegmentMember
mofg:AgriculturalLoanFinancingReceivableMember us-gaap:PassMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember us-gaap:SpecialMentionMember 2017-12-31
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember us-gaap:SubstandardMember 2017-12-31
0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember us-gaap:SpecialMentionMember 2017-12-31
0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember us-gaap:PassMember 2017-12-31
0001412665 us-gaap:CommercialPortfolioSegmentMember
mofg:CommercialandIndustrialLoanFinancingReceivableMember us-gaap:SpecialMentionMember 2017-12-31
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember us-gaap:PassMember 2017-12-31 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:SubstandardMember 2017-12-31 0001412665 us-gaap:DoubtfulMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember mofg:FarmlandLoanFinancingReceivableMember
us-gaap:PassMember 2017-12-31 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember us-gaap:SpecialMentionMember
2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember us-gaap:SpecialMentionMember
2017-12-31 0001412665 us-gaap:SubstandardMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember us-gaap:PassMember 2017-12-31 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

us-gaap:SpecialMentionMember 2017-12-31 0001412665 mofg:AgriculturalPortfolioSegmentMember
mofg:AgriculturalLoanFinancingReceivableMember us-gaap:SubstandardMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember us-gaap:PassMember 2017-12-31
0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember us-gaap:SubstandardMember 2017-12-31
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:SpecialMentionMember 2017-12-31 0001412665 us-gaap:ConsumerPortfolioSegmentMember
mofg:ConsumerLoanFinancingReceivableMember us-gaap:PassMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember us-gaap:SubstandardMember 2017-12-31 0001412665
us-gaap:PassMember 2017-12-31 0001412665 us-gaap:CommercialPortfolioSegmentMember
mofg:CommercialandIndustrialLoanFinancingReceivableMember us-gaap:DoubtfulMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember us-gaap:SubstandardMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember us-gaap:SpecialMentionMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember 2017-12-31 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:PassMember 2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember us-gaap:SpecialMentionMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember us-gaap:PassMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember mofg:FarmlandLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember us-gaap:FinancingReceivables30To59DaysPastDueMember
2018-09-30 0001412665 us-gaap:FinancingReceivables60To89DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember us-gaap:FinancingReceivables30To59DaysPastDueMember
2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
mofg:PurchasedCreditImpairedLoansReceivableMember us-gaap:FinancingReceivables30To59DaysPastDueMember
2017-12-31 0001412665 us-gaap:CommercialPortfolioSegmentMember
mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
mofg:PurchasedCreditImpairedLoansReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

us-gaap:ResidentialPortfolioSegmentMember us-gaap:FinancingReceivables60To89DaysPastDueMember
2017-12-31 0001412665 mofg:AgriculturalPortfolioSegmentMember
mofg:AgriculturalLoanFinancingReceivableMember us-gaap:FinancingReceivables30To59DaysPastDueMember
2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2018-09-30 0001412665
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
us-gaap:FinancingReceivables30To59DaysPastDueMember 2017-12-31 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2017-12-31 0001412665
us-gaap:FinancingReceivables30To59DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember us-gaap:FinancingReceivables60To89DaysPastDueMember
2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2018-09-30 0001412665

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

us-gaap:ResidentialPortfolioSegmentMember us-gaap:FinancingReceivables30To59DaysPastDueMember
2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
mofg:PurchasedCreditImpairedLoansReceivableMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2017-12-31 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
mofg:PurchasedCreditImpairedLoansReceivableMember us-gaap:FinancingReceivables60To89DaysPastDueMember
2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember us-gaap:FinancingReceivables30To59DaysPastDueMember
2017-12-31 0001412665 us-gaap:CommercialPortfolioSegmentMember
mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
mofg:PurchasedCreditImpairedLoansReceivableMember 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember us-gaap:FinancingReceivables30To59DaysPastDueMember
2017-12-31 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2017-12-31 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2017-12-31 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:FinancingReceivables60To89DaysPastDueMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
us-gaap:FinancingReceivables30To59DaysPastDueMember 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember us-gaap:FinancingReceivables60To89DaysPastDueMember
2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember us-gaap:FinancingReceivables60To89DaysPastDueMember
2018-09-30 0001412665 us-gaap:ConsumerPortfolioSegmentMember
mofg:ConsumerLoanFinancingReceivableMember us-gaap:FinancingReceivables30To59DaysPastDueMember
2017-12-31 0001412665 us-gaap:FinancingReceivables60To89DaysPastDueMember 2017-12-31 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember
us-gaap:FinancingReceivablesEqualToGreaterThan90DaysPastDueMember 2018-09-30 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember 2017-07-01
2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember 2018-01-01 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember 2018-01-01
2018-09-30 0001412665 us-gaap:CommercialPortfolioSegmentMember
mofg:CommercialandIndustrialLoanFinancingReceivableMember 2018-01-01 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember 2017-01-01 2017-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember 2018-01-01 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
2017-01-01 2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember 2018-01-01 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
2018-01-01 2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember 2017-01-01 2017-09-30 0001412665
mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember 2017-01-01
2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember 2018-07-01 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
2017-07-01 2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember 2017-01-01 2017-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember 2017-07-01 2017-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
2017-01-01 2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember 2017-07-01 2017-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
2018-07-01 2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember 2018-01-01
2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember 2018-07-01 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember 2018-01-01 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember
2017-07-01 2017-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember 2018-07-01 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember 2018-07-01 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember 2018-07-01
2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember 2017-07-01
2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember 2017-07-01 2017-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember 2017-01-01 2017-09-30 0001412665

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember 2018-07-01
2018-09-30 0001412665 mofg:AgriculturalPortfolioSegmentMember
mofg:AgriculturalLoanFinancingReceivableMember 2018-01-01 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember 2018-01-01 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember 2018-01-01
2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember 2018-07-01 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember 2017-01-01
2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember 2018-07-01
2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember 2017-01-01 2017-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember mofg:FarmlandLoanFinancingReceivableMember
us-gaap:SubstandardMember 2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
us-gaap:PassMember 2018-09-30 0001412665 us-gaap:PassMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember us-gaap:PassMember 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:PassMember 2018-09-30 0001412665 us-gaap:DoubtfulMember 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember us-gaap:SpecialMentionMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember us-gaap:SpecialMentionMember 2018-09-30
0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember us-gaap:SubstandardMember 2018-09-30
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember us-gaap:SpecialMentionMember 2018-09-30
0001412665 us-gaap:SubstandardMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:SubstandardMember 2018-09-30 0001412665 us-gaap:ConsumerPortfolioSegmentMember
mofg:ConsumerLoanFinancingReceivableMember us-gaap:PassMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember us-gaap:PassMember 2018-09-30 0001412665
us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember us-gaap:SpecialMentionMember
2018-09-30 0001412665 mofg:AgriculturalPortfolioSegmentMember
mofg:AgriculturalLoanFinancingReceivableMember us-gaap:SpecialMentionMember 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:DoubtfulMember 2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
us-gaap:SubstandardMember 2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember us-gaap:SubstandardMember 2018-09-30
0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember us-gaap:SpecialMentionMember 2018-09-30
0001412665 us-gaap:SpecialMentionMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:MultifamilyRealEstateLoanFinancingReceivableMember us-gaap:SubstandardMember 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember
us-gaap:SpecialMentionMember 2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

us-gaap:PassMember 2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
us-gaap:SubstandardMember 2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateJuniorLienLoanFinancingReceivableMember us-gaap:PassMember 2018-09-30
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember us-gaap:SpecialMentionMember 2018-09-30
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember us-gaap:PassMember 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:SpecialMentionMember 2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember us-gaap:SubstandardMember 2018-09-30
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember us-gaap:SpecialMentionMember 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:DoubtfulMember 2018-09-30 0001412665 us-gaap:CommercialPortfolioSegmentMember
mofg:CommercialandIndustrialLoanFinancingReceivableMember us-gaap:SubstandardMember 2018-09-30
0001412665 us-gaap:ConsumerPortfolioSegmentMember mofg:ConsumerLoanFinancingReceivableMember
us-gaap:SpecialMentionMember 2018-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateConstructionAndDevelopmentLoanFinancingReceivableMember us-gaap:PassMember
2018-09-30 0001412665 us-gaap:ResidentialPortfolioSegmentMember
mofg:ResidentialRealEstateFirstLienLoanFinancingReceivableMember us-gaap:PassMember 2018-09-30
0001412665 mofg:AgriculturalPortfolioSegmentMember mofg:AgriculturalLoanFinancingReceivableMember
us-gaap:PassMember 2018-09-30 0001412665 mofg:AgriculturalPortfolioSegmentMember
mofg:AgriculturalLoanFinancingReceivableMember us-gaap:SubstandardMember 2018-09-30 0001412665
us-gaap:ConsumerPortfolioSegmentMember 2018-01-01 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember 2017-01-01 2017-09-30 0001412665
mofg:AgriculturalPortfolioSegmentMember 2017-01-01 2017-09-30 0001412665
mofg:AgriculturalPortfolioSegmentMember 2018-01-01 2018-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember 2016-12-31 0001412665
us-gaap:CommercialPortfolioSegmentMember 2018-01-01 2018-09-30 0001412665
us-gaap:CommercialPortfolioSegmentMember 2016-12-31 0001412665 us-gaap:ConsumerPortfolioSegmentMember
2017-12-31 0001412665 us-gaap:ConsumerPortfolioSegmentMember 2017-01-01 2017-09-30 0001412665
mofg:AgriculturalPortfolioSegmentMember 2017-12-31 0001412665 mofg:AgriculturalPortfolioSegmentMember
2016-12-31 0001412665 us-gaap:ResidentialPortfolioSegmentMember 2016-12-31 0001412665
us-gaap:ConsumerPortfolioSegmentMember 2016-12-31 0001412665 us-gaap:CommercialPortfolioSegmentMember
2017-12-31 0001412665 us-gaap:FinancialAssetAcquiredWithCreditDeteriorationMember
us-gaap:CommercialPortfolioSegmentMember 2017-12-31 0001412665
us-gaap:FinancialAssetAcquiredWithCreditDeteriorationMember
us-gaap:CommercialRealEstatePortfolioSegmentMember 2017-12-31 0001412665
us-gaap:FinancialAssetAcquiredWithCreditDeteriorationMember 2017-12-31 0001412665
us-gaap:FinancialAssetAcquiredWithCreditDeteriorationMember us-gaap:ResidentialPortfolioSegmentMember
2017-12-31 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember us-gaap:ExtendedMaturityMember 2017-01-01
2017-09-30 0001412665 us-gaap:CommercialPortfolioSegmentMember
mofg:CommercialandIndustrialLoanFinancingReceivableMember us-gaap:ExtendedMaturityMember 2017-01-01
2017-09-30 0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:FarmlandLoanFinancingReceivableMember us-gaap:ExtendedMaturityMember 2017-01-01 2017-09-30
0001412665 us-gaap:CommercialRealEstatePortfolioSegmentMember
mofg:CommercialRealEstateLoanOtherFinancingReceivableMember mofg:OtherConcessionMember 2017-01-01
2017-09-30 0001412665 mofg:CommercialandIndustrialLoanFinancingReceivableMember
us-gaap:ExtendedMaturityMember 2017-01-01 2017-09-30 0001412665
us-gaap:CommercialRealEstatePortfolioSegmentMember mofg:FarmlandLoanFinancingReceivableMember

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

us-gaap:ExtendedMaturityMember 2018-01-01 2018-09-30 0001412665 mofg:HedgedItemLoansMember
us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember 2018-09-30 0001412665 us-gaap:CreditRiskContractMember
us-gaap:NondesignatedMember mofg:OtherGainLossMember 2017-07-01 2017-09-30 0001412665
us-gaap:NondesignatedMember mofg:OtherGainLossMember 2018-07-01 2018-09-30 0001412665
us-gaap:InterestRateSwapMember us-gaap:NondesignatedMember mofg:OtherGainLossMember 2017-01-01
2017-09-30 0001412665 us-gaap:CreditRiskContractMember us-gaap:NondesignatedMember
mofg:OtherGainLossMember 2018-07-01 2018-09-30 0001412665 us-gaap:NondesignatedMember
mofg:OtherGainLossMember 2018-01-01 2018-09-30 0001412665 us-gaap:CreditRiskContractMember
us-gaap:NondesignatedMember mofg:OtherGainLossMember 2017-01-01 2017-09-30 0001412665
us-gaap:NondesignatedMember mofg:OtherGainLossMember 2017-01-01 2017-09-30 0001412665
us-gaap:CreditRiskContractMember us-gaap:NondesignatedMember mofg:OtherGainLossMember 2018-01-01
2018-09-30 0001412665 us-gaap:InterestRateSwapMember us-gaap:NondesignatedMember
mofg:OtherGainLossMember 2018-07-01 2018-09-30 0001412665 us-gaap:InterestRateSwapMember
us-gaap:NondesignatedMember mofg:OtherGainLossMember 2017-07-01 2017-09-30 0001412665
us-gaap:InterestRateSwapMember us-gaap:NondesignatedMember mofg:OtherGainLossMember 2018-01-01
2018-09-30 0001412665 us-gaap:NondesignatedMember mofg:OtherGainLossMember 2017-07-01 2017-09-30
0001412665 us-gaap:CreditRiskContractMember us-gaap:NondesignatedMember 2017-12-31 0001412665
us-gaap:CreditRiskContractMember us-gaap:NondesignatedMember 2018-09-30 0001412665
us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember us-gaap:InterestIncomeMember 2018-01-01 2018-09-30
0001412665 us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember us-gaap:InterestIncomeMember 2017-01-01 2017-09-30
0001412665 us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember mofg:OtherGainLossMember 2017-01-01 2017-09-30 0001412665
us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember mofg:OtherGainLossMember 2017-07-01 2017-09-30 0001412665
us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember mofg:OtherGainLossMember 2018-01-01 2018-09-30 0001412665
us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember us-gaap:InterestIncomeMember 2017-07-01 2017-09-30
0001412665 us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember us-gaap:InterestIncomeMember 2018-07-01 2018-09-30
0001412665 us-gaap:InterestRateSwapMember us-gaap:FairValueHedgingMember
us-gaap:DesignatedAsHedgingInstrumentMember mofg:OtherGainLossMember 2018-07-01 2018-09-30 0001412665
us-gaap:DerivativeFinancialInstrumentsAssetsMember us-gaap:InterestRateSwapMember
us-gaap:DesignatedAsHedgingInstrumentMember 2017-12-31 0001412665
us-gaap:DerivativeFinancialInstrumentsLiabilitiesMember us-gaap:InterestRateSwapMember
us-gaap:NondesignatedMember 2017-12-31 0001412665 us-gaap:DerivativeFinancialInstrumentsLiabilitiesMember
us-gaap:InterestRateSwapMember us-gaap:NondesignatedMember 2018-09-30 0001412665
us-gaap:DerivativeFinancialInstrumentsLiabilitiesMember us-gaap:CreditRiskContractMember
us-gaap:NondesignatedMember 2018-09-30 0001412665 us-gaap:InterestRateSwapMember
us-gaap:NondesignatedMember 2017-12-31 0001412665 us-gaap:DerivativeFinancialInstrumentsAssetsMember
us-gaap:InterestRateSwapMember us-gaap:DesignatedAsHedgingInstrumentMember 2018-09-30 0001412665
us-gaap:DerivativeFinancialInstrumentsLiabilitiesMember us-gaap:InterestRateSwapMember
us-gaap:DesignatedAsHedgingInstrumentMember 2018-09-30 0001412665
us-gaap:DerivativeFinancialInstrumentsAssetsMember us-gaap:InterestRateSwapMember
us-gaap:NondesignatedMember 2018-09-30 0001412665 us-gaap:DerivativeFinancialInstrumentsLiabilitiesMember
us-gaap:InterestRateSwapMember us-gaap:DesignatedAsHedgingInstrumentMember 2017-12-31 0001412665
us-gaap:DerivativeFinancialInstrumentsAssetsMember us-gaap:NondesignatedMember 2017-12-31 0001412665
us-gaap:DerivativeFinancialInstrumentsLiabilitiesMember us-gaap:NondesignatedMember 2017-12-31 0001412665

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

us-gaap:NondesignatedMember 2018-09-30 0001412665 us-gaap:DerivativeFinancialInstrumentsAssetsMember
us-gaap:CreditRiskContractMember us-gaap:NondesignatedMember 2017-12-31 0001412665
us-gaap:DerivativeFinancialInstrumentsLiabilitiesMember us-gaap:NondesignatedMember 2018-09-30 0001412665
us-gaap:DerivativeFinancialInstrumentsAssetsMember us-gaap:NondesignatedMember 2018-09-30 0001412665
us-gaap:DerivativeFinancialInstrumentsLiabilitiesMember us-gaap:CreditRiskContractMember
us-gaap:NondesignatedMember 2017-12-31 0001412665 us-gaap:InterestRateSwapMember
us-gaap:DesignatedAsHedgingInstrumentMember 2017-12-31 0001412665 us-gaap:InterestRateSwapMember
us-gaap:DesignatedAsHedgingInstrumentMember 2018-09-30 0001412665 us-gaap:NondesignatedMember
2017-12-31 0001412665 us-gaap:DerivativeFinancialInstrumentsAssetsMember us-gaap:CreditRiskContractMember
us-gaap:NondesignatedMember 2018-09-30 0001412665 us-gaap:InterestRateSwapMember
us-gaap:NondesignatedMember 2018-09-30 0001412665 us-gaap:DerivativeFinancialInstrumentsAssetsMember
us-gaap:InterestRateSwapMember us-gaap:NondesignatedMember 2017-12-31 0001412665
mofg:CustomerCounterpartiesMember us-gaap:InterestRateSwapMember us-gaap:NondesignatedMember
2018-09-30 0001412665 mofg:FinancialCounterpartiesMember us-gaap:InterestRateSwapMember
us-gaap:NondesignatedMember 2018-09-30 0001412665 mofg:CustomerCounterpartiesMember
us-gaap:InterestRateSwapMember us-gaap:NondesignatedMember 2017-12-31 0001412665
mofg:FinancialCounterpartiesMember us-gaap:InterestRateSwapMember us-gaap:NondesignatedMember 2017-12-31
0001412665 us-gaap:TradeNamesMember 2018-09-30 0001412665 us-gaap:TradeNamesMember 2018-09-30
0001412665 us-gaap:CoreDepositsMember 2018-01-01 2018-09-30 0001412665 us-gaap:TradeNamesMember
2017-12-31 0001412665 us-gaap:TradeNamesMember 2018-01-01 2018-09-30 0001412665
us-gaap:CustomerListsMember 2018-09-30 0001412665 us-gaap:CustomerContractsMember 2018-09-30
0001412665 us-gaap:CoreDepositsMember 2018-09-30 0001412665 us-gaap:CustomerListsMember 2018-01-01
2018-09-30 0001412665 us-gaap:CustomerContractsMember 2018-01-01 2018-09-30 0001412665
us-gaap:CoreDepositsMember 2017-12-31 0001412665 us-gaap:CustomerContractsMember 2017-12-31 0001412665
us-gaap:TradeNamesMember 2018-01-01 2018-09-30 0001412665 us-gaap:CustomerListsMember 2017-12-31
0001412665 us-gaap:TradeNamesMember 2017-12-31 0001412665 us-gaap:FederalReserveBankAdvancesMember
2018-09-30 0001412665 us-gaap:LineOfCreditMember 2018-01-01 2018-09-30 0001412665
us-gaap:LineOfCreditMember 2018-09-30 0001412665 us-gaap:LineOfCreditMember
us-gaap:LondonInterbankOfferedRateLIBORMember 2018-01-01 2018-09-30 0001412665
us-gaap:FederalFundsPurchasedMember 2017-12-31 0001412665 us-gaap:FederalFundsPurchasedMember
2018-09-30 0001412665 us-gaap:FederalReserveBankAdvancesMember 2017-12-31 0001412665
us-gaap:SecuritiesSoldUnderAgreementsToRepurchaseMember 2018-09-30 0001412665
us-gaap:SecuritiesSoldUnderAgreementsToRepurchaseMember 2017-12-31 0001412665
mofg:MidWestOneStatutoryTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2018-09-30 0001412665
mofg:MidWestOneStatutoryTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2018-01-01 2018-09-30
0001412665 mofg:BarronInvestmentCapitalTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2018-09-30
0001412665 mofg:CBICapitalTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2018-09-30 0001412665
mofg:CBICapitalTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2018-01-01 2018-09-30 0001412665
us-gaap:JuniorSubordinatedDebtMember 2018-09-30 0001412665 mofg:BarronInvestmentCapitalTrustIIMember
us-gaap:JuniorSubordinatedDebtMember 2018-01-01 2018-09-30 0001412665
mofg:BarronInvestmentCapitalTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2017-01-01 2017-12-31
0001412665 mofg:MidWestOneStatutoryTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2017-01-01
2017-12-31 0001412665 us-gaap:JuniorSubordinatedDebtMember 2017-12-31 0001412665
mofg:CBICapitalTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2017-01-01 2017-12-31 0001412665
mofg:BarronInvestmentCapitalTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2017-12-31 0001412665
mofg:CBICapitalTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2017-12-31 0001412665
mofg:MidWestOneStatutoryTrustIIMember us-gaap:JuniorSubordinatedDebtMember 2017-12-31 0001412665
srt:MaximumMember 2018-01-01 2018-09-30 0001412665 mofg:MidWestOneStatutoryTrustIIMember
us-gaap:JuniorSubordinatedDebtMember us-gaap:LondonInterbankOfferedRateLIBORMember 2018-01-01
2018-09-30 0001412665 mofg:CBICapitalTrustIIMember us-gaap:JuniorSubordinatedDebtMember
us-gaap:LondonInterbankOfferedRateLIBORMember 2018-01-01 2018-09-30 0001412665

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

mofg:BarronInvestmentCapitalTrustIMember us-gaap:JuniorSubordinatedDebtMember
us-gaap:LondonInterbankOfferedRateLIBORMember 2018-01-01 2018-09-30 0001412665
us-gaap:NotesPayableToBanksMember 2018-09-30 0001412665 us-gaap:NotesPayableToBanksMember 2017-12-31
0001412665 us-gaap:FederalHomeLoanBankAdvancesMember 2017-12-31 0001412665
us-gaap:FederalHomeLoanBankAdvancesMember 2018-09-30 0001412665 us-gaap:NotesPayableToBanksMember
2018-01-01 2018-09-30 0001412665 us-gaap:NotesPayableToBanksMember 2015-06-30 0001412665
us-gaap:NotesPayableToBanksMember 2017-01-01 2017-12-31 0001412665 us-gaap:NotesPayableToBanksMember
2015-04-30 0001412665 us-gaap:FederalHomeLoanBankAdvancesMember 2018-01-01 2018-09-30 0001412665
us-gaap:DebtSecuritiesMember 2018-09-30 0001412665 us-gaap:FairValueInputsLevel3Member
us-gaap:FairValueMeasurementsNonrecurringMember 2017-12-31 0001412665
us-gaap:FairValueMeasurementsNonrecurringMember 2017-12-31 0001412665
us-gaap:CarryingReportedAmountFairValueDisclosureMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel2Member 2018-09-30 0001412665
us-gaap:EstimateOfFairValueFairValueDisclosureMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel1Member 2018-09-30 0001412665 us-gaap:FairValueInputsLevel3Member 2018-09-30
0001412665 us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:USGovernmentCorporationsAndAgenciesSecuritiesMember 2017-12-31 0001412665
us-gaap:FairValueMeasurementsRecurringMember us-gaap:DomesticCorporateDebtSecuritiesMember 2017-12-31
0001412665 us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:USStatesAndPoliticalSubdivisionsMember 2017-12-31 0001412665
us-gaap:FairValueMeasurementsRecurringMember us-gaap:ResidentialMortgageBackedSecuritiesMember
2017-12-31 0001412665 us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:DomesticCorporateDebtSecuritiesMember 2017-12-31 0001412665 us-gaap:FairValueInputsLevel2Member
us-gaap:FairValueMeasurementsRecurringMember us-gaap:ResidentialMortgageBackedSecuritiesMember
2017-12-31 0001412665 us-gaap:FairValueMeasurementsRecurringMember
us-gaap:USStatesAndPoliticalSubdivisionsMember 2017-12-31 0001412665
us-gaap:FairValueMeasurementsRecurringMember
us-gaap:MortgageBackedSecuritiesIssuedByUSGovernmentSponsoredEnterprisesMember 2017-12-31 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:MortgageBackedSecuritiesIssuedByUSGovernmentSponsoredEnterprisesMember 2017-12-31 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:DebtSecuritiesMember 2017-12-31 0001412665 us-gaap:FairValueMeasurementsRecurringMember
us-gaap:DebtSecuritiesMember 2017-12-31 0001412665 us-gaap:FairValueMeasurementsRecurringMember
us-gaap:USGovernmentCorporationsAndAgenciesSecuritiesMember 2017-12-31 0001412665
us-gaap:FairValueMeasurementsNonrecurringMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel3Member us-gaap:FairValueMeasurementsNonrecurringMember 2018-09-30
0001412665 us-gaap:FairValueInputsLevel1Member 2017-12-31 0001412665
us-gaap:FairValueInputsLevel2Member 2017-12-31 0001412665
us-gaap:CarryingReportedAmountFairValueDisclosureMember 2017-12-31 0001412665
us-gaap:EstimateOfFairValueFairValueDisclosureMember 2017-12-31 0001412665
us-gaap:FairValueInputsLevel3Member 2017-12-31 0001412665 us-gaap:FairValueInputsLevel1Member
us-gaap:FairValueMeasurementsRecurringMember 2018-09-30 0001412665
us-gaap:FairValueMeasurementsRecurringMember us-gaap:CreditRiskContractMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:MortgageBackedSecuritiesIssuedByUSGovernmentSponsoredEnterprisesMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:InterestRateSwapMember 2018-09-30 0001412665 us-gaap:FairValueMeasurementsRecurringMember
us-gaap:ResidentialMortgageBackedSecuritiesMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel3Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:InterestRateSwapMember 2018-09-30 0001412665 us-gaap:FairValueInputsLevel1Member
us-gaap:FairValueMeasurementsRecurringMember us-gaap:CreditRiskContractMember 2018-09-30 0001412665

us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:USGovernmentCorporationsAndAgenciesSecuritiesMember 2018-09-30 0001412665
us-gaap:FairValueMeasurementsRecurringMember us-gaap:DebtSecuritiesMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel1Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:InterestRateSwapMember 2018-09-30 0001412665 us-gaap:FairValueInputsLevel3Member
us-gaap:FairValueMeasurementsRecurringMember us-gaap:CreditRiskContractMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:DomesticCorporateDebtSecuritiesMember 2018-09-30 0001412665
us-gaap:FairValueMeasurementsRecurringMember
us-gaap:MortgageBackedSecuritiesIssuedByUSGovernmentSponsoredEnterprisesMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel3Member us-gaap:FairValueMeasurementsRecurringMember 2018-09-30 0001412665
us-gaap:FairValueMeasurementsRecurringMember
us-gaap:USGovernmentCorporationsAndAgenciesSecuritiesMember 2018-09-30 0001412665
us-gaap:FairValueMeasurementsRecurringMember us-gaap:InterestRateSwapMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:USStatesAndPoliticalSubdivisionsMember 2018-09-30 0001412665
us-gaap:FairValueMeasurementsRecurringMember us-gaap:DomesticCorporateDebtSecuritiesMember 2018-09-30
0001412665 us-gaap:FairValueMeasurementsRecurringMember us-gaap:USStatesAndPoliticalSubdivisionsMember
2018-09-30 0001412665 us-gaap:FairValueMeasurementsRecurringMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:CreditRiskContractMember 2018-09-30 0001412665 us-gaap:FairValueInputsLevel2Member
us-gaap:FairValueMeasurementsRecurringMember us-gaap:DebtSecuritiesMember 2018-09-30 0001412665
us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsRecurringMember
us-gaap:ResidentialMortgageBackedSecuritiesMember 2018-09-30 0001412665 2017-01-01 2017-12-31 0001412665
mofg:October162018ShareRepurchaseProgramMember us-gaap:CommonStockMember
us-gaap:SubsequentEventMember 2018-10-16 0001412665 us-gaap:CommonStockMember
us-gaap:SubsequentEventMember 2018-10-16 0001412665 us-gaap:CommonStockMember
us-gaap:SubsequentEventMember 2018-10-16 2018-10-16 iso4217:USD xbrli:shares xbrli:pure xbrli:shares
iso4217:USD mofg:count mofg:quarters

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 10-Q

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

For the quarterly period ended September 30, 2018

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 001-35968

MIDWESTONE FINANCIAL GROUP, INC.

(Exact name of Registrant as specified in its charter)

Iowa

(State or other jurisdiction of incorporation or organization)

42-1206172

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

102 South Clinton Street

Iowa City, IA 52240

(Address of principal executive offices, including zip code)

319-356-5800

(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 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 every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer Accelerated filer

Non-accelerated filer Smaller reporting company

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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 October 31, 2018, there were 12,221,547 shares of common stock, \$1.00 par value per share, outstanding.

Table of Contents

MIDWESTONE FINANCIAL GROUP, INC.

Form 10-Q Quarterly Report

Table of Contents

	Page No.
<u>PART I</u>	
Item 1. <u>Financial Statements</u>	<u>1</u>
<u>Consolidated Balance Sheets</u>	<u>1</u>
<u>Consolidated Statements of Income</u>	<u>2</u>
<u>Consolidated Statements of Comprehensive Income</u>	<u>3</u>
<u>Consolidated Statements of Shareholders' Equity</u>	<u>4</u>
<u>Consolidated Statements of Cash Flows</u>	<u>5</u>
<u>Notes to Consolidated Financial Statements</u>	<u>7</u>
Item 2. <u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	<u>39</u>
Item 3. <u>Quantitative and Qualitative Disclosures about Market Risk</u>	<u>62</u>
Item 4. <u>Controls and Procedures</u>	<u>64</u>
<u>Part II</u>	
Item 1. <u>Legal Proceedings</u>	<u>65</u>
Item 1A. <u>Risk Factors</u>	<u>65</u>
Item 2. <u>Unregistered Sales of Equity Securities and Use of Proceeds</u>	<u>65</u>
Item 3. <u>Defaults Upon Senior Securities</u>	<u>65</u>
Item 4. <u>Mine Safety Disclosures</u>	<u>65</u>
Item 5. <u>Other Information</u>	<u>66</u>
Item 6. <u>Exhibits</u>	<u>67</u>
<u>Signatures</u>	<u>68</u>

Table of Contents**PART I – FINANCIAL INFORMATION****Item 1. Financial Statements.****MIDWESTONE FINANCIAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS**

	September 30, 2018	December 31, 2017
	(unaudited)	
(dollars in thousands)		
ASSETS		
Cash and due from banks	\$ 49,229	\$ 44,818
Interest-earning deposits in banks	4,150	5,474
Federal funds sold	—	680
Total cash and cash equivalents	53,379	50,972
Equity securities at fair value	2,797	2,336
Debt securities available for sale at fair value	407,766	445,324
Held to maturity securities at amortized cost (fair value of \$186,057 at September 30, 2018 and \$194,343 at December 31, 2017)	191,733	195,619
Loans held for sale	1,124	856
Loans held for investment, net of unearned income	2,377,649	2,286,695
Allowance for loan losses	(31,278)	(28,059)
Total loans held for investment, net	2,346,371	2,258,636
Premises and equipment, net	76,497	75,969
Interest receivable	14,800	14,732
Goodwill	64,654	64,654
Other intangible assets, net	10,378	12,046
Bank-owned life insurance	60,609	59,831
Foreclosed assets, net	549	2,010
Deferred income taxes, net	9,993	6,525
Other assets	27,315	22,761
Total assets	\$ 3,267,965	\$ 3,212,271
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits:		
Non-interest-bearing demand	\$ 458,576	\$ 461,969
Interest-bearing checking	1,236,922	1,228,112
Savings	211,591	213,430
Certificates of deposit under \$100,000	348,099	324,681
Certificates of deposit \$100,000 and over	377,071	377,127
Total deposits	2,632,259	2,605,319
Federal funds purchased	19,056	1,000
Securities sold under agreements to repurchase	68,922	96,229
Federal Home Loan Bank borrowings	143,000	115,000
Junior subordinated notes issued to capital trusts	23,865	23,793
Long-term debt	8,750	12,500
Deferred compensation liability	5,305	5,199
Interest payable	2,054	1,428
Other liabilities	15,565	11,499
Total liabilities	2,918,776	2,871,967
Shareholders' equity:		
Preferred stock, no par value; authorized 500,000 shares; no shares issued and outstanding at September 30, 2018 and December 31, 2017	\$ —	\$ —
	12,463	12,463

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

Common stock, \$1.00 par value; authorized 30,000,000 shares at September 30, 2018 and December 31, 2017; issued 12,463,481 shares at September 30, 2018 and December 31, 2017; 12,221,107 outstanding shares at September 30, 2018 and 12,219,611 shares at December 31, 2017

Additional paid-in capital	187,581	187,486
Treasury stock at cost, 242,374 shares as of September 30, 2018 and 243,870 shares as of December 31, 2017	(5,474) (5,121
Retained earnings	163,709	148,078
Accumulated other loss	(9,090) (2,602
Total shareholders' equity	349,189	340,304
Total liabilities and shareholders' equity	\$ 3,267,965	\$ 3,212,271

See accompanying notes to consolidated financial statements.

Table of Contents**MIDWESTONE FINANCIAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME**

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
(unaudited) (dollars in thousands, except per share amounts)	2018	2017	2018	2017
Interest income:				
Loans	\$28,088	\$26,206	\$82,141	\$76,135
Bank deposits	12	19	38	50
Federal funds sold	—	—	1	1
Taxable securities	2,965	2,589	8,793	7,897
Tax-exempt securities	1,395	1,547	4,452	4,699
Total interest income	32,460	30,361	95,425	88,782
Interest expense:				
Interest on deposits:				
Interest-bearing checking	1,622	913	3,998	2,623
Savings	63	53	189	155
Certificates of deposit under \$100,000	1,270	893	3,399	2,638
Certificates of deposit \$100,000 and over	1,670	1,041	4,584	2,953
Total interest expense on deposits	4,625	2,900	12,170	8,369
Federal funds purchased	144	81	480	152
Securities sold under agreements to repurchase	173	53	451	125
Federal Home Loan Bank borrowings	741	474	1,873	1,321
Other borrowings	3	3	9	9
Junior subordinated notes issued to capital trusts	313	243	878	704
Long-term debt	100	115	309	338
Total interest expense	6,099	3,869	16,170	11,018
Net interest income	26,361	26,492	79,255	77,764
Provision for loan losses	950	4,384	4,050	6,665
Net interest income after provision for loan losses	25,411	22,108	75,205	71,099
Noninterest income:				
Trust, investment, and insurance fees	1,526	1,454	4,703	4,594
Service charges and fees on deposit accounts	1,148	1,295	3,474	3,835
Loan origination and servicing fees	891	1,012	2,738	2,532
Other service charges and fees	1,502	1,625	4,464	4,580
Bank-owned life insurance income	399	344	1,229	990
Gain on sale or call of debt securities	192	176	197	239
Other gain	326	10	338	66
Total noninterest income	5,984	5,916	17,143	16,836
Noninterest expense:				
Salaries and employee benefits	13,051	12,039	37,647	35,712
Occupancy and equipment, net	3,951	2,986	10,440	9,323
Professional fees	1,861	933	3,614	2,991
Data processing	697	723	2,076	1,982
FDIC insurance	393	238	1,104	957
Amortization of intangibles	547	759	1,793	2,412
Other	2,311	2,066	7,026	6,666
Total noninterest expense	22,811	19,744	63,700	60,043

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

Income before income tax expense	8,584	8,280	28,648	27,892
Income tax expense	1,806	1,938	5,921	7,603
Net income	\$ 6,778	\$ 6,342	\$ 22,727	\$ 20,289

Per share information:

Earnings per common share - basic	\$ 0.55	\$ 0.52	\$ 1.86	\$ 1.69
Earnings per common share - diluted	0.55	0.52	1.86	1.69
Dividends paid per common share	0.195	0.170	0.585	0.500

See accompanying notes to consolidated financial statements.

2

Table of Contents**MIDWESTONE FINANCIAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

(unaudited) (dollars in thousands)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2018	2017	2018	2017
Net income	\$6,778	\$6,342	\$22,727	\$20,289
Other comprehensive income, available for sale debt securities:				
Unrealized holding gains (losses) arising during period	(2,085)	(1,158)	(8,501)	3,154
Reclassification adjustment for gains included in net income	(192)	(176)	(201)	(196)
Income tax (expense) benefit	594	526	2,271	(1,160)
Other comprehensive income (loss) on available for sale debt securities	(1,683)	(808)	(6,431)	1,798
Other comprehensive income (loss), net of tax	(1,683)	(808)	(6,431)	1,798
Comprehensive income	\$5,095	\$5,534	\$16,296	\$22,087
See accompanying notes to consolidated financial statements.				

Table of Contents**MIDWESTONE FINANCIAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY**

(unaudited) (dollars in thousands, except per share amounts)	Preferred Stock	Common Stock	Additional Paid-in Capital	Treasury Stock	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Total
Balance at December 31, 2016	\$	—\$11,713	\$163,667	\$(5,766)	\$136,975	\$(1,133)	\$305,456
Net income	—	—	—	—	20,289	—	20,289
Issuance of common stock (750,000 shares), net of expenses of \$1,328	—	750	23,610	—	—	—	24,360
Dividends paid on common stock (\$0.50 per share)	—	—	—	—	(5,984)	—	(5,984)
Stock options exercised (8,250 shares)	—	—	(81)	172	—	—	91
Release/lapse of restriction on RSUs (26,875 shares)	—	—	(560)	453	—	—	(107)
Stock compensation	—	—	660	—	—	—	660
Other comprehensive income, net of tax	—	—	—	—	—	1,798	1,798
Balance at September 30, 2017	\$	—\$12,463	\$187,296	\$(5,141)	\$151,280	\$665	\$346,563
Balance at December 31, 2017	\$	—\$12,463	\$187,486	\$(5,121)	\$148,078	\$(2,602)	\$340,304
Cumulative effect of changes in accounting principles ⁽¹⁾	—	—	—	—	57	(57)	—
Net income	—	—	—	—	22,727	—	22,727
Dividends paid on common stock (\$0.585 per share)	—	—	—	—	(7,153)	—	(7,153)
Stock options exercised (9,700 shares)	—	—	(68)	204	—	—	136
Release/lapse of restriction on RSUs (28,525 shares)	—	—	(609)	524	—	—	(85)
Repurchase of common stock (33,998 shares)	—	—	—	(1,081)	—	—	(1,081)
Stock compensation	—	—	772	—	—	—	772
Other comprehensive loss, net of tax	—	—	—	—	—	(6,431)	(6,431)
Balance at September 30, 2018	\$	—\$12,463	\$187,581	\$(5,474)	\$163,709	\$(9,090)	\$349,189

(1) See [Note 2. "Effect of New Financial Accounting Standards"](#) for additional information.

See accompanying notes to consolidated financial statements.

Table of Contents**MIDWESTONE FINANCIAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS**

(unaudited) (dollars in thousands)	Nine Months Ended September 30,	
	2018	2017
Cash flows from operating activities:		
Net income	\$ 22,727	\$ 20,289
Adjustments to reconcile net income to net cash provided by operating activities:		
Provision for loan losses	4,050	6,665
Depreciation of premises and equipment	3,217	3,088
Amortization of other intangibles	1,793	2,412
Amortization of premiums and discounts on investment securities, net	729	913
(Gain) loss on sale of premises and equipment	616	(2)
Deferred income taxes	(1,184)	(554)
Excess tax benefit from share-based award activity	(14)	(91)
Stock-based compensation	772	660
Net losses on equity securities	34	—
Net gain on sale or call of debt securities available for sale	(201)	(196)
Net (gain) loss on sale or call of debt securities held to maturity	4	(43)
Net gain on sale of other real estate owned	(240)	(45)
Net gain on sale of loans held for sale	(1,214)	(1,337)
Writedown of other real estate owned	5	23
Origination of loans held for sale	(49,091)	(65,078)
Proceeds from sales of loans held for sale	50,037	70,044
Increase in interest receivable	(68)	—
Increase in cash surrender value of bank-owned life insurance	(1,229)	(990)
Increase in other assets	(4,554)	(2,224)
Increase (decrease) in deferred compensation liability	106	(22)
Increase in interest payable, accounts payable, accrued expenses, and other liabilities	4,692	445
Net cash provided by operating activities	30,987	33,957
Cash flows from investing activities:		
Purchases of equity securities	(508)	(7)
Proceeds from sales of debt securities available for sale	16,494	22,546
Proceeds from maturities and calls of debt securities available for sale	51,338	53,171
Purchases of debt securities available for sale	(39,289)	(23,038)
Proceeds from sales of debt securities held to maturity	—	1,153
Proceeds from maturities and calls of debt securities held to maturity	4,220	12,370
Purchase of debt securities held to maturity	(553)	(28,546)
Net increase in loans	(92,320)	(100,880)
Purchases of premises and equipment	(5,196)	(3,035)
Proceeds from sale of other real estate owned	2,231	983
Proceeds from sale of premises and equipment	906	32
Proceeds of principal and earnings from bank-owned life insurance	452	—
Purchases of bank owned life insurance	—	(11,211)
Payments to acquire intangible assets	(125)	—
Net cash used in investing activities	(62,350)	(76,462)
Cash flows from financing activities:		
Net increase in deposits	26,940	9,967
Increase (decrease) in federal funds purchased	18,056	(18,976)
Increase (decrease) in securities sold under agreements to repurchase	(27,307)	5,777
Proceeds from Federal Home Loan Bank borrowings	110,000	145,000

Edgar Filing: MidWestOne Financial Group, Inc. - Form 10-Q

Repayment of Federal Home Loan Bank borrowings	(82,000)	(115,000)
Proceeds from stock options exercised	136	1
Excess tax benefit from share-based award activity	14	91
Taxes paid relating to net share settlement of equity awards	(85)	(108)
Payments on long-term debt	(3,750)	(3,750)
Dividends paid	(7,153)	(5,984)
Proceeds from issuance of common stock	—	25,688
Payment of stock issuance costs	—	(1,328)
Repurchase of common stock	(1,081)	—
Net cash provided by financing activities	33,770	41,378
Net increase (decrease) in cash and cash equivalents	2,407	(1,127)
Cash and cash equivalents at beginning of period	50,972	43,228
Cash and cash equivalents at end of period	\$53,379	\$42,101

Table of Contents

(unaudited) (dollars in thousands)	Nine Months Ended September 30, 2018 2017	
Supplemental disclosures of cash flow information:		
Cash paid during the period for interest	\$ 15,544	\$ 11,041
Cash paid during the period for income taxes	\$ 4,420	\$ 8,460
Supplemental schedule of non-cash investing activities:		
Transfer of loans to other real estate owned	\$ 535	\$ 207
Transfer due to cumulative effective of change in accounting principles. See Note 2. "Effect of New Financial Accounting Standards" for additional information.	\$ 57	\$ —
See accompanying notes to consolidated financial statements.		

6

Table of Contents

MidWestOne Financial Group, Inc. and Subsidiaries
Notes to Consolidated Financial Statements
(Unaudited)

1. Principles of Consolidation and Presentation

MidWestOne Financial Group, Inc. (the “Company,” which is also referred to herein as “we,” “our” or “us”) is an Iowa corporation incorporated in 1983, a bank holding company under the Bank Holding Company Act of 1956, as amended, and a financial holding company under the Gramm-Leach-Bliley Act of 1999. Our principal executive offices are located at 102 South Clinton Street, Iowa City, Iowa 52240.

On August 21, 2018, the Company entered into a merger agreement with ATBancorp, an Iowa corporation, pursuant to which ATBancorp will merge with and into the Company. In connection with the merger, American Trust & Savings Bank, an Iowa state chartered bank and wholly owned subsidiary of ATBancorp, and American Bank & Trust Wisconsin, a Wisconsin state chartered bank and wholly owned subsidiary of ATBancorp, will merge with and into MidWestOne Bank, which will continue as the surviving bank. The merger agreement also provides that each of the outstanding shares of ATBancorp common stock will be converted into the right of ATBancorp shareholders to receive 117,550 shares of Company common stock and \$992.51 in cash. The corporate headquarters of the combined company will be in Iowa City, Iowa. The merger is anticipated to be completed in the first quarter of 2019. For further information, please refer to the Current Report on Form 8-K filed by the Company with the SEC on August 22, 2018. The Company owns all of the common stock of MidWestOne Bank, an Iowa state non-member bank chartered in 1934 with its main office in Iowa City, Iowa (the “Bank”), and all of the common stock of MidWestOne Insurance Services, Inc., Oskaloosa, Iowa. We operate primarily through MidWestOne Bank, our bank subsidiary, and MidWestOne Insurance Services, Inc., our wholly owned subsidiary that operates an insurance agency business through six offices located in central and east-central Iowa.

The accompanying unaudited consolidated financial statements have been prepared in accordance with the instructions to Form 10-Q and, therefore, do not include all the information and notes necessary for complete financial statements in conformity with U.S. generally accepted accounting principles (“GAAP”). The information in this Quarterly Report on Form 10-Q is written with the presumption that the users of the interim financial statements have read or have access to the most recent Annual Report on Form 10-K of the Company, filed with the Securities and Exchange Commission (SEC) on March 1, 2018, which contains the latest audited financial statements and notes thereto, together with Management’s Discussion and Analysis of Financial Condition and Results of Operations as of December 31, 2017 and for the year then ended. Management believes that the disclosures in this Form 10-Q are adequate to make the information presented not misleading. In the opinion of management, the accompanying consolidated financial statements contain all adjustments (consisting of only normal recurring accruals) necessary to present fairly the Company’s financial position as of September 30, 2018 and December 31, 2017, and the results of operations and cash flows for the three and nine months ended September 30, 2018 and 2017. All significant intercompany accounts and transactions have been eliminated in consolidation.

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect: (1) the reported amounts of assets and liabilities, (2) the disclosure of contingent assets and liabilities at the date of the financial statements, and (3) the reported amounts of revenues and expenses during the reporting period. These estimates are based on information available to management at the time the estimates are made. Actual results could differ from those estimates. The results for the three and nine months ended September 30, 2018 may not be indicative of results for the year ending December 31, 2018, or for any other period.

All significant accounting policies followed in the preparation of the quarterly financial statements are disclosed in the Annual Report on Form 10-K for the year ended December 31, 2017.

In the consolidated statements of cash flows, cash and cash equivalents include cash and due from banks, interest-bearing deposits in banks, and federal funds sold.

Certain reclassifications have been made to prior periods’ consolidated financial statements to present them on a basis comparable with the current period’s consolidated financial statements.

2. Effect of New Financial Accounting Standards

Accounting Guidance Adopted in 2018

In May 2014, the Financial Accounting Standards Board (the “FASB”) issued Accounting Standards Update (“ASU”) No. 2014-09, *Revenue from Contract with Customers (Topic 606)*. Subsequent to the issuance of ASU 2014-09, the FASB

7

Table of Contents

issued targeted updates to clarify specific implementation issues including ASU No. 2016-08, “*Principal versus Agent Considerations (Reporting Revenue Gross versus Net)*,” ASU No. 2016-10, “*Identifying Performance Obligations and Licensing*,” ASU No. 2016-12, “*Narrow-Scope Improvements and Practical Expedients*,” and ASU No. 2016-20 “*Technical Corrections and Improvements to Topic 606, Revenue from Contracts with Customers*.” For financial reporting purposes, the standard allows for either full retrospective adoption, meaning the standard is applied to all of the periods presented, or modified retrospective adoption, meaning the standard is applied only to the most current period presented in the financial statements with the cumulative effect of initially applying the standard recognized at the date of initial application. Since the guidance does not apply to revenue associated with financial instruments, including loans and securities that are accounted for under other sections of GAAP, the new guidance did not have a material impact on revenue most closely associated with financial instruments, including interest income and expense. The Company completed its overall assessment of revenue streams and review of related contracts potentially affected by the ASU, including trust and asset management fees, service charges on deposit accounts, sales of other real estate, and debit card interchange fees. Based on this assessment, the Company concluded that ASU 2014-09 did not materially change the method in which the Company currently recognizes revenue for these revenue streams. The Company also completed its evaluation of certain costs related to these revenue streams to determine whether such costs should be presented as expenses or contra-revenue (i.e., gross versus net). Based on its evaluation, the Company determined that ASU 2014-09 also did not materially change the method in which the Company currently recognizes costs for these revenue streams. The Company adopted this update on January 1, 2018, utilizing the modified retrospective transition method. Since there was no net income impact upon adoption of the new guidance, a cumulative effect adjustment to opening retained earnings was not deemed necessary. See Note 14 “Revenue Recognition” for more information.

In January 2016, the FASB issued Accounting Standards Update No. 2016-01, *Financial Instruments-Overall: Recognition and Measurement of Financial Assets and Financial Liabilities*. The guidance in this update makes changes to the current GAAP model primarily affect the accounting for equity investments, financial liabilities under the fair value option, and the presentation and disclosure requirements for financial instruments. In addition, the FASB clarified guidance related to the valuation allowance assessment when recognizing deferred tax assets resulting from unrealized losses on available-for-sale debt securities. The accounting for other financial instruments, such as loans, investments in debt securities, and financial liabilities is largely unchanged. The treatment of gains and losses for all equity securities, including those without a readily determinable market value, is expected to result in additional volatility in the income statement, with the loss of mark to market via equity for these investments. Additionally, changes in the allowable method for determining the fair value of financial instruments in the financial statement footnotes (“exit price” only) require changes to current methodologies of determining these values, and how they are disclosed in the financial statement footnotes. The new standard applies to public business entities in fiscal years beginning after December 15, 2017, including interim periods within those fiscal years. The Company adopted this update on January 1, 2018. With the elimination of the classification of available for sale equity securities, the net unrealized gain or loss on these securities that had been included in accumulated other comprehensive income at December 31, 2017, in the amount of \$57,000, has been transferred to retained earnings, as shown in the consolidated statements of shareholders’ equity. Changes in the fair value of equity securities with readily determinable fair values are now reflected in the noninterest income portion of the consolidated statements of income, in the other gains (losses) line item. In accordance with the ASU requirements, the Company measured the fair value of its loan portfolio as of September 30, 2018 using an exit price notion. See Note 13. “Estimated Fair Value of Financial Instruments and Fair Value Measurements” to our consolidated financial statements.

Accounting Guidance Pending Adoption at September 30, 2018

In February 2016, the FASB issued Accounting Standards Update No. 2016-02, *Leases (Topic 842)*. The guidance in this update is meant to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the balance sheet and disclosing key information about leasing arrangements. The core principle of Topic 842 is that a lessee should recognize the assets and liabilities that arise from leases. All leases create an asset

and a liability for the lessee in accordance with FASB Concepts Statement No. 6, *Elements of Financial Statements*, and, therefore, recognition of those lease assets and lease liabilities represents an improvement over previous GAAP, which did not require lease assets and lease liabilities to be recognized for most leases. Disclosures are required by lessees and lessors to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases. To meet that objective, qualitative disclosures along with specific quantitative disclosures are required. The new standard applies to public business entities in fiscal years beginning after December 15, 2018, including interim periods within those fiscal years, with early adoption permitted. The Company has several lease agreements, such as branch locations, which are currently considered operating leases, and therefore not recognized on the Company's consolidated balance sheets. The Company expects the new guidance will require these lease agreements to now be recognized on the consolidated balance sheets as right-of-use assets and a corresponding lease liability. Therefore, the Company's preliminary evaluation indicates the provisions of ASU No. 2016-02 are expected to impact the Company's consolidated statements of income, along with the Company's regulatory capital ratios. However, the Company continues

Table of Contents

to evaluate the extent of potential impact the new guidance will have on the Company's consolidated financial statements, and does not expect to early adopt the standard.

In June 2016, the FASB issued Accounting Standards Update No. 2016-13, *Financial Instruments-Credit Losses (Topic 326) - Measurement of Credit Losses on Financial Instruments*. The new guidance introduces an approach based on expected losses to estimate credit losses on certain types of financial instruments. It also modifies the impairment model for available-for-sale debt securities and provides for a simplified accounting model for purchased financial assets with credit deterioration since their origination. The amendment requires the use of a new model covering current expected credit losses (CECL), which will apply to: (1) financial assets subject to credit losses and measured at amortized cost, and (2) certain off-balance sheet credit exposures. Upon initial recognition of the exposure, the CECL model requires an entity to estimate the credit losses expected over the life of an exposure (or pool of exposures). The estimate of expected credit losses (ECL) should consider historical information, current information, and reasonable and supportable forecasts, including estimates of prepayments. The new guidance also amends the current available for sale (AFS) security other-than-temporary impairment (OTTI) model for debt securities. The new model will require an estimate of ECL only when the fair value is below the amortized cost of the asset. The length of time the fair value of an AFS debt security has been below the amortized cost will no longer impact the determination of whether a credit loss exists. As such, it is no longer an other-than-temporary model. Finally, the purchased financial assets with credit deterioration (PCD) model applies to purchased financial assets (measured at amortized cost or AFS) that have experienced more than insignificant credit deterioration since origination. This represents a change from the scope of what are considered purchased credit-impaired assets under today's model. Different than the accounting for originated or purchased assets that do not qualify as PCD, the initial estimate of expected credit losses for a PCD would be recognized through an allowance for loan and lease losses with an offset to the cost basis of the related financial asset at acquisition. The new standard applies to public business entities that are SEC filers in fiscal years beginning after December 15, 2019, including interim periods within those fiscal years, with early adoption permitted for fiscal years beginning after December 31, 2018, including interim periods within those fiscal years, and is expected to increase the allowance for loan losses upon adoption. The Company has formed a working group to evaluate the impact of the standard's adoption on the Company's consolidated financial statements, and has selected a software vendor to assist with implementation. The team meets periodically to discuss the latest developments, ensure progress is being made, and keep current on evolving interpretations and industry practices related to ASU 2016-13. The Company's preliminary evaluation indicates the provisions of ASU No. 2016-13 are expected to impact the Company's consolidated financial statements, in particular the level of the reserve for credit losses. The Company is continuing to evaluate the extent of the potential impact.

In August 2018, the FASB issued Accounting Standards Update No. 2018-13, *Fair Value Measurement (Topic 820): Disclosure Framework-Changes to the Disclosure Requirements for Fair Value Measurement*. The amendments in this update modify the disclosure requirements on fair value measurements in Topic 820, Fair Value Measurement, including the consideration of costs and benefits. Four disclosure requirements were removed, three were modified, and two were added. In addition, the amendments eliminate "at a minimum" from the phrase "an entity shall disclose at a minimum" to promote the appropriate exercise of discretion by entities when considering fair value measurement disclosures and to clarify that materiality is an appropriate consideration of entities and their auditors when evaluating disclosure requirements. The amendments in this update are effective for all entities for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2019. The amendments on changes in unrealized gains and losses, the range and weighted average of significant unobservable inputs used to develop Level 3 fair value measurements, and the narrative description of measurement uncertainty should be applied prospectively for only the most recent interim or annual period presented in the initial fiscal year of adoption. All other amendments should be applied retrospectively to all periods presented upon their effective date. Early adoption is permitted. An entity is permitted to early adopt any removed or modified disclosures and delay adoption of the additional disclosures until their effective date. The Company is considering the early adoption of removed and modified disclosures. The adoption of this standard is not expected to have a material effect on the Company's consolidated financial statements.

Table of Contents**3. Investment Securities**

The amortized cost and fair value of debt securities available for sale, with gross unrealized gains and losses, were as follows:

(in thousands)	As of September 30, 2018			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
U.S. Government agencies and corporations	\$5,561	\$ —	\$ 42	\$5,519
State and political subdivisions	115,251	716	831	115,136
Mortgage-backed securities	53,664	112	1,880	51,896
Collateralized mortgage obligations	179,748	3	8,874	170,877
Corporate debt securities	65,842	8	1,512	64,338
Total	\$420,066	\$ 839	\$ 13,139	\$407,766

(in thousands)	As of December 31, 2017			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
U.S. Government agencies and corporations	\$15,716	\$ —	\$ 90	\$15,626
State and political subdivisions	139,561	2,475	197	141,839
Mortgage-backed securities	48,744	181	428	48,497
Collateralized mortgage obligations	173,339	29	5,172	168,196
Corporate debt securities	71,562	31	427	71,166
Total	\$448,922	\$ 2,716	\$ 6,314	\$445,324

The amortized cost and fair value of debt securities held to maturity, with gross unrealized gains and losses, were as follows:

(in thousands)	As of September 30, 2018			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
State and political subdivisions	\$125,783	\$ 155	\$ 3,743	\$122,195
Mortgage-backed securities	11,467	1	564	10,904
Collateralized mortgage obligations	19,373	—	1,104	18,269
Corporate debt securities	35,110	98	519	34,689
Total	\$191,733	\$ 254	\$ 5,930	\$186,057

(in thousands)	As of December 31, 2017			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
U.S. Government agencies and corporations	\$10,049	\$ —	\$ —	\$10,049
State and political subdivisions	126,413	804	1,631	125,586
Mortgage-backed securities	1,906	4	13	1,897
Collateralized mortgage obligations	22,115	—	707	21,408
Corporate debt securities	35,136	548	281	35,403
Total	\$195,619	\$ 1,356	\$ 2,632	\$194,343

Investment securities with a carrying value of \$217.8 million and \$237.4 million at September 30, 2018 and December 31, 2017, respectively, were pledged on public deposits, securities sold under agreements to repurchase and for other purposes, as required or permitted by law.

As of September 30, 2018, the Company owned \$0.4 million of equity securities in banks and financial service-related companies, and \$2.4 million of mutual funds invested in debt securities and other debt instruments that will cause units of the fund to be deemed to be qualified under the Community Reinvestment Act. Prior to January 1, 2018, we accounted for our marketable equity securities at fair value with unrealized gains and losses recognized in accumulated other comprehensive income on the balance sheet. Realized gains and losses on marketable equity securities sold or impaired were recognized in noninterest income. Effective with the January 1, 2018 adoption of ASU 2016-01, both the realized

Table of Contents

and unrealized net gains and losses on equity securities are required to be recognized in the statement of income. A breakdown between net realized and unrealized gains and losses is provided later in this financial statement footnote. These net changes are included in the other gains line item in the noninterest income section of the Consolidated Statements of Income.

The summary of investment securities shows that some of the securities in the available for sale and held to maturity investment portfolios had unrealized losses, or were temporarily impaired, as of September 30, 2018 and December 31, 2017. This temporary impairment represents the estimated amount of loss that would be realized if the securities were sold on the valuation date.

The following tables present information pertaining to securities with gross unrealized losses as of September 30, 2018 and December 31, 2017, aggregated by investment category and length of time that individual securities have been in a continuous loss position:

<u>Available for Sale</u>	Number of Securities	As of September 30, 2018					
		Less than 12 Months		12 Months or More		Total	
		Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
<i>(in thousands, except number of securities)</i>							
U.S. Government agencies and corporations	2	\$539	\$ 14	\$4,980	\$ 28	\$5,519	\$ 42
State and political subdivisions	115	46,374	697	5,350	134	51,724	831
Mortgage-backed securities	26	40,039	1,613	7,591	267	47,630	1,880
Collateralized mortgage obligations	41	44,912	1,269	116,814	7,605	161,726	8,874
Corporate debt securities	12						