FLUSHING FINANCIAL CORP Form 10-Q November 12, 2013

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, 2013

Commission file number 001-33013

FLUSHING FINANCIAL CORPORATION (Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation or organization)

11-3209278 (I.R.S. Employer Identification No.)

1979 Marcus Avenue, Suite E140, Lake Success, New York 11042 (Address of principal executive offices)

(718) 961-5400 (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. X 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). X Yes No

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

Large accelerated filer	
Non-accelerated filer	

Accelerated filer _X___ Smaller reporting company ___

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). <u>Yes</u> X No

The number of shares of the registrant's Common Stock outstanding as of October 31, 2013 was 30,097,929.

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PART I – FINANCIAL INFORMATION

Item 1.

FLUSHING FINANCIAL CORPORATION and SUBSIDIARIES Consolidated Statements of Financial Condition

(Unaudited)

Financial Statements

Cash and due from banks\$ 40,328\$ 40,425Securities available for sale:Mortgage-backed securities (\$12,004 and \$24,911 at fair value pursuant to the fair value option at September 30, 2013 and December 31, 2012, respectively)785,210720,113Other securities (\$29,491 and \$29,577 at fair value pursuant to the fair value option at September 30, 2013 and December 31, 2012 respectively)273,344229,453Loans available for sale5,4855,3135,313Loans:1,684,2771,534,438Multi-family residential1,684,2771,534,438Commercial real estate516,314515,438
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Loans available for sale5,4855,313Loans:1,684,2771,534,438
Loans:Multi-family residential1,684,2771,534,438
Multi-family residential 1,684,277 1,534,438
Commercial real estate 516,314 515,438
One-to-four family mixed-use property 595,435 637,353
One-to-four family residential 196,659 198,968
Co-operative apartments 10,165 6,303
Construction 4,645 14,381
Small Business Administration8,0039,496
Taxi medallion5,0889,922
Commercial business and other364,069295,076
Net unamortized premiums and unearned loan fees 11,483 12,746
Allowance for loan losses (30,816) (31,104
Net loans 3,365,322 3,203,017
Interest and dividends receivable 17,250 17,917
Bank premises and equipment, net20,73122,500
Federal Home Loan Bank of New York stock46,00342,337
Bank owned life insurance 108,762 106,244
Goodwill 16,127 16,127
Core deposit intangible 117 468
Other assets 53,586 47,502
Total assets \$ 4,732,265 \$ 4,451,416
LIABILITIES
Due to depositors:
Non-interest bearing \$ 180,661 \$ 155,789
Interest-bearing:
Certificate of deposit accounts 1,242,317 1,253,229
Savings accounts 277,417 288,398
Money market accounts 191,247 148,618
NOW accounts 1,306,664 1,136,599
Total interest-bearing deposits3,017,6452,826,844
Mortgagors' escrow deposits 41,064 32,560

Borrowed funds (\$26,465 and \$23,922 at fair value pursuant to the fair value				
option at September 30, 2013 and December 31, 2012, respectively)	852,931		763,105	
Securities sold under agreements to repurchase	165,300		185,300	
Other liabilities	47,652		45,453	
Total liabilities	4,305,253		4,009,051	
STOCKHOLDERS' EQUITY				
Preferred stock (\$0.01 par value; 5,000,000 shares authorized; None issued)	-		-	
Common stock (\$0.01 par value; 100,000,000 shares authorized; 31,530,595				
shares issued at September 30, 2013 and December 31, 2012; 30,092,744				
shares and 30,743,329 shares outstanding at September 30, 2013 and				
December 31, 2012, respectively)	315		315	
Additional paid-in capital	200,987		198,314	
Treasury stock, at average cost (1,437,851 shares and 787,266 shares at				
September 30, 2013 and December 31, 2012, respectively)	(21,796)	(10,257)
Retained earnings	255,687		241,856	
Accumulated other comprehensive income (loss), net of taxes	(8,181)	12,137	
Total stockholders' equity	427,012		442,365	
Total liabilities and stockholders' equity	\$ 4,732,265	\$	4,451,416	

The accompanying notes are an integral part of these consolidated financial statements.

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PART I – FINANCIAL INFORMATION FLUSHING FINANCIAL CORPORATION and SUBSIDIARIES Consolidated Statements of Income (Unaudited)

For the three months ended September 30,