

FIDELITY D & D BANCORP INC  
Form 10-Q  
November 12, 2009

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, 2009

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: 333-90273

FIDELITY D & D BANCORP, INC.

STATE OF INCORPORATION: IRS EMPLOYER IDENTIFICATION NO:  
PENNSYLVANIA 23-3017653

Address of principal executive offices:  
BLAKELY & DRINKER ST.  
DUNMORE, PENNSYLVANIA 18512

TELEPHONE:  
570-342-8281

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 subjected to such filing requirements for the past 90 days.  YES  NO

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).  YES  NO

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

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

YES  NO

The number of outstanding shares of Common Stock of Fidelity D & D Bancorp, Inc. at October 30, 2009, the latest practicable date, was 2,093,313 shares.

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## FIDELITY D &amp; D BANCORP, INC.

Form 10-Q September 30, 2009

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## PART I – Financial Information

## Item 1: Financial Statements

FIDELITY D & D BANCORP, INC. AND SUBSIDIARY  
Consolidated Balance Sheets

	September 30, 2009 (unaudited)	December 31, 2008 (audited)
<b>Assets:</b>		
Cash and due from banks	\$ 11,725,108	\$ 12,335,905
Federal funds sold	5,563,000	-
Interest-bearing deposits with financial institutions	344,073	435,242
<b>Total cash and cash equivalents</b>	<b>17,632,181</b>	<b>12,771,147</b>
Available-for-sale securities	82,401,730	83,278,132
Held-to-maturity securities	740,387	909,447
Federal Home Loan Bank Stock	4,781,100	4,781,100
Loans and leases, net (allowance for loan losses of \$6,724,857 in 2009; \$4,745,234 in 2008)	420,833,765	436,207,460
Loans available-for-sale (fair value \$893,873 in 2009; \$85,312 in 2008)	881,109	84,000
Bank premises and equipment, net	15,514,474	16,056,362
Cash surrender value of bank owned life insurance	9,038,561	8,807,784
Other assets	10,268,397	8,929,917
Accrued interest receivable	2,543,333	2,443,141
Foreclosed assets held-for-sale	1,364,397	1,450,507
<b>Total assets</b>	<b>\$ 565,999,434</b>	<b>\$ 575,718,997</b>
<b>Liabilities:</b>		
<b>Deposits:</b>		
Interest-bearing	\$ 403,268,503	\$ 361,869,281
Non-interest-bearing	73,990,068	71,442,651
<b>Total deposits</b>	<b>477,258,571</b>	<b>433,311,932</b>
Accrued interest payable and other liabilities	3,338,059	3,316,710
Short-term borrowings	5,238,457	38,129,704
Long-term debt	32,000,000	52,000,000
<b>Total liabilities</b>	<b>517,835,087</b>	<b>526,758,346</b>
<b>Shareholders' equity:</b>		
Preferred stock authorized 5,000,000 shares with no par value; none issued	-	-
Capital stock, no par value (10,000,000 shares authorized; shares issued and outstanding; 2,093,313 in 2009; and 2,075,182 shares issued and 2,062,927 shares outstanding in 2008)	19,775,652	19,410,306

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Treasury stock, at cost (no shares in 2009; 12,255 shares in 2008)	-	(351,665)
Retained earnings	35,336,330	38,126,250
Accumulated other comprehensive loss	(6,947,635)	(8,224,240)
Total shareholders' equity	48,164,347	48,960,651
Total liabilities and shareholders' equity	\$ 565,999,434	\$ 575,718,997

See notes to consolidated financial statements

FIDELITY D & D BANCORP, INC. AND SUBSIDIARY  
Consolidated Statements of Income  
(unaudited)

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Three months ended  
September  
30, 2009

Nine months ended