

STERLING BANCORP
Form 10-Q
November 05, 2009

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM 10-Q

(Mark One)

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

For the quarterly period ended 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: 1-5273-1

Sterling Bancorp

(Exact name of registrant as specified in its charter)

New York

13-2565216

(State or other jurisdiction of incorporation or organization)

(I.R.S. Employer Identification)

650 Fifth Avenue, New York, N.Y.

10019-6108

(Address of principal executive offices)

(Zip Code)

212-757-3300

(Registrant's telephone number, including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (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

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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(17 CFR § 232.405) 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 as defined in Rule 12b-2 of the Exchange Act. (Check one):

Large Accelerated Filer Accelerated Filer Non-Accelerated Filer Smaller Reporting Company

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

Yes No

As of October 31, 2009 there were 18,106,491 shares of common stock, \$1.00 par value, outstanding.

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STERLING BANCORP AND SUBSIDIARIES
Consolidated Balance Sheets
(Unaudited)
(dollars in thousands)

	September 30, 2009	December 31, 2008
ASSETS		
Cash and due from banks	\$ 31,188	\$ 31,832
Interest-bearing deposits with other banks	21,119	13,949
Securities available for sale (at estimated fair value; pledged: \$105,856 in 2009 and \$334,048 in 2008)	327,109	492,797
Securities held to maturity (pledged: \$264,985 in 2009 and \$206,726 in 2008) (estimated fair value: \$407,730 in 2009 and \$305,628 in 2008)	395,508	301,127
Total investment securities	722,617	793,924
Loans held for sale	25,782	23,403
Loans held in portfolio, net of unearned discounts	1,207,788	1,184,585
Less allowance for loan losses	19,099	16,010
Loans, net	1,188,689	1,168,575
Federal Reserve and Federal Home Loan Bank stock, at cost	9,832	12,705
Customers' liability under acceptances	0	95
Goodwill	22,901	22,901
Premises and equipment, net	9,666	10,668
Other real estate	1,837	1,544
Accrued interest receivable	8,141	8,917
Cash surrender value of life insurance policies	48,419	45,845
Other assets	46,614	43,382
	\$ 2,136,805	\$ 2,177,740
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits		
Demand deposits	\$ 470,404	\$ 464,585
Savings, NOW and money market deposits	545,829	564,205
Time deposits	392,292	329,034
Total deposits	1,408,525	1,357,824
Securities sold under agreements to repurchase - customers	55,628	44,334
Federal funds purchased	25,675	131,000
Commercial paper	14,692	11,732
Short-term borrowings - FHLB	0	75,000

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Short-term borrowings - FRB	135,000	100,000
Short-term borrowings - other	3,787	1,338
Long-term borrowings - FHLB	160,000	150,000
Long-term borrowings - subordinated debentures	25,774	25,774
Total borrowings	420,556	539,178
Acceptances outstanding	0	95
Accrued interest payable	1,529	2,046
Accrued expenses and other liabilities	145,657	118,117
Total liabilities	1,976,267	2,017,260
Shareholders' equity		
Preferred stock, Series A, \$5 par value; \$1,000 liquidation value. Authorized 644,389 shares; issued 42,000 shares, respectively	39,990	39,440
Common stock, \$1 par value. Authorized 50,000,000 shares; issued 22,226,425 and 22,202,419 shares, respectively	22,227	22,203
Warrants to purchase common stock	2,615	2,615
Capital surplus	178,701	178,417
Retained earnings	15,467	19,088
Accumulated other comprehensive loss	(13,294)	(16,259)
Common shares in treasury at cost, 4,119,934 and 4,107,191 shares, respectively	(85,168)	(85,024)
Total shareholders' equity	160,538	160,480
	\$ 2,136,805	\$ 2,177,740

See Notes to Consolidated Financial Statements.

STERLING BANCORP AND SUBSIDIARIES
Consolidated Statements of Income
(Unaudited)
(dollars in thousands, except per share)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2009	2008	2009	2008
INTEREST INCOME				
Loans	\$ 18,024	\$ 20,387	\$ 53,840	\$ 61,208
Investment securities				
Available for sale	4,123	5,523	13,751	15,662
Held to maturity	4,357	3,795	11,485	12,054
FRB and FHLB stock	191	257	387	500
Federal funds sold	0	7	0	8
Deposits with other banks	27	11	46	30
Total interest income	26,722	29,980	79,509	89,462