



TrustCo Bank Corp NY

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TRUSTCO BANK CORP NY

Consolidated Statements of Income (Unaudited)

(dollars in thousands, except per share data)

	Three Months Ended March 31,	
	2016	2015
Interest and dividend income:		
Interest and fees on loans	\$ 35,605	34,983
Interest and dividends on securities available for sale:		
U. S. government sponsored enterprises	255	212
State and political subdivisions	14	25
Mortgage-backed securities and collateralized mortgage obligations-residential	2,116	2,393
Corporate bonds	-	1
Small Business Administration-guaranteed participation securities	476	522
Mortgage-backed securities and collateralized mortgage obligations-commercial	36	37
Other securities	4	4
Total interest and dividends on securities available for sale	2,901	3,194
Interest on held to maturity securities:		
Mortgage-backed securities and collateralized mortgage obligations-residential	402	478
Corporate bonds	154	154
Total interest on held to maturity securities	556	632
Federal Reserve Bank and Federal Home Loan Bank stock	120	116
Interest on federal funds sold and other short-term investments	844	400
Total interest income	40,026	39,325
Interest expense:		
Interest on deposits:		
Interest-bearing checking	114	105
Savings	604	658
Money market deposit accounts	496	617
Time deposits	2,373	2,434
Interest on short-term borrowings	257	346
Total interest expense	3,844	4,160
Net interest income	36,182	35,165
Provision for loan losses	800	800
Net interest income after provision for loan losses	35,382	34,365
Noninterest income:		
Trustco financial services income	1,605	1,653
Fees for services to customers	2,661	2,524
Net gain on securities transactions	-	249
Other	306	197
Total noninterest income	4,572	4,623
Noninterest expenses:		

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Salaries and employee benefits	9,003	8,481
Net occupancy expense	4,088	4,108
Equipment expense	1,514	1,942
Professional services	2,146	1,507
Outsourced services	1,551	1,425
Advertising expense	729	600
FDIC and other insurance	1,990	1,065
Other real estate expense, net	519	424
Other	1,899	2,305
Total noninterest expenses	23,439	21,857
Income before taxes	16,515	17,131
Income taxes	6,106	6,416
Net income	\$ 10,409	10,715
Net income per share:		
- Basic	\$ 0.109	0.113
- Diluted	\$ 0.109	0.113

See accompanying notes to unaudited consolidated interim financial statements.

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TRUSTCO BANK CORP NY

Consolidated Statements of Comprehensive Income (Unaudited)

(dollars in thousands)

	Three Months Ended March 31,	
	2016	2015
Net income	\$ 10,409	10,715
Net unrealized holding gain on securities available for sale	8,035	3,309
Reclassification adjustments for net gain recognized in income	-	(249)
Tax effect	(3,214)	(1,222)
Net unrealized gain on securities available for sale, net of tax	4,821	1,838
Amortization of net actuarial loss (gain)	33	(5)
Amortization of prior service cost (credit)	23	(22)
Tax effect	(23)	11
Amortization of net actuarial loss (gain) and prior service cost (credit) on pension and postretirement plans, net of tax	33	(16)
Other comprehensive income, net of tax	4,854	1,822
Comprehensive income	\$ 15,263	12,537

See accompanying notes to unaudited consolidated interim financial statements.

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TRUSTCO BANK CORP NY

Consolidated Statements of Financial Condition

(dollars in thousands)

	March 31, 2016 (Unaudited)	December 31, 2015 (Audited)	
ASSETS:			
Cash and due from banks	\$ 37,373	41,698	
Federal funds sold and other short term investments	722,805	676,458	
Total cash and cash equivalents	760,178	718,156	
Securities available for sale	590,128	601,037	
Held to maturity securities (fair value 2016 \$56,708; 2015 \$59,439)	53,574	56,465	
Federal Reserve Bank and Federal Home Loan Bank stock	9,480	9,480	
Loans, net of deferred fees and costs	3,301,379	3,293,304	
Less:			
Allowance for loan losses	44,398	44,762	
Net loans	3,256,981	3,248,542	
Bank premises and equipment, net	37,360	37,643	
Other assets	55,561	63,669	
Total assets	\$ 4,763,262	4,734,992	
LIABILITIES:			
Deposits:			
Demand	\$ 359,060	365,081	
Interest-bearing checking	746,562	754,347	
Savings accounts	1,272,394	1,262,194	
Money market deposit accounts	595,585	610,826	
Time deposits	1,168,887	1,107,930	
Total deposits	4,142,488	4,100,378	
Short-term borrowings	169,528	191,226	
Accrued expenses and other liabilities	28,221	30,078	
Total liabilities	4,340,237	4,321,682	
SHAREHOLDERS' EQUITY:			
Capital stock par value \$1; 150,000,000 shares authorized; 98,973,452 shares issued at March 31, 2016 and December 31, 2015	98,973	98,973	
Surplus	171,113	171,443	
Undivided profits	188,159	184,009	
Accumulated other comprehensive income (loss), net of tax	73	(4,781))
	(35,293)	(36,334))

Treasury stock at cost - 3,604,877 and 3,711,228 shares at March 31, 2016 and December 31, 2015, respectively

Total shareholders' equity	423,025	413,310
Total liabilities and shareholders' equity	\$ 4,763,262	4,734,992

See accompanying notes to unaudited consolidated interim financial statements.

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TRUSTCO BANK CORP NY

Consolidated Statements of Changes in Shareholders' Equity (Unaudited)

(dollars in thousands, except per share data)

	Capital Stock	Surplus	Undivided Profits	Accumulated Other Comprehensive (Loss) Income	Treasury Stock	Total
Beginning balance, January 1, 2015	\$98,945	172,353	166,745	(4,509)	(40,090)	393,444
Net income	-	-	10,715	-	-	10,715
Other comprehensive income, net of tax	-	-	-	1,822	-	1,822
Cash dividend declared, \$.065625 per share	-	-	(6,228)	-	-	(6,228)
Stock options exercised and related tax benefits (19,429 shares)	19	80	-	-	-	99
Purchase of treasury stock (14,881 shares)	-	-	-	-	(99)	(99)
Sale of treasury stock (93,718 shares)	-	(244)	-	-	919	675
Stock based compensation expense	-	48	-	-	-	48
Ending balance, March 31, 2015	\$98,964	172,237	171,232	(2,687)	(39,270)	400,476
Beginning balance, January 1, 2016	\$98,973	171,443	184,009	(4,781)	(36,334)	413,310
Net income	-	-	10,409	-	-	10,409
Other comprehensive income, net of tax	-	-	-	4,854	-	4,854
Cash dividend declared, \$.065625 per share	-	-	(6,259)	-	-	(6,259)
Sale of treasury stock (106,351 shares)	-	(386)	-	-	1,041	655
Stock based compensation expense	-	56	-	-	-	56
Ending balance, March 31, 2016	\$98,973	171,113	188,159	73	(35,293)	423,025

See accompanying notes to unaudited consolidated interim financial statements.

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TRUSTCO BANK CORP NY

Consolidated Statements of Cash Flows (Unaudited)

(dollars in thousands)

	Three months ended March 31, 2016	2015
Cash flows from operating activities:		
Net income	\$ 10,409	10,715
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	1,061	1,173
Net (gain) loss on sale of other real estate owned	-	(134)
Writedown of other real estate owned	346	259
Provision for loan losses	800	800
Deferred tax (benefit) expense	(179)	891
Net amortization of securities	1,152	1,520
Stock based compensation expense	56	48
Net loss (gain) on sale of bank premises and equipment	3	(1)
Net gain on sales and calls of securities	-	(249)
Decrease in taxes receivable	4,703	4,379
Decrease in interest receivable	264	424
Increase in interest payable	48	22
Increase in other assets	(632)	(1,625)
Decrease in accrued expenses and other liabilities	(1,912)	(1,390)

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Total adjustments	5,710		6,117	
Net cash provided by operating activities	16,119		16,832	
Cash flows from investing activities:				
Proceeds from sales and calls of securities available for sale	48,913		52,625	
Proceeds from calls and maturities of held to maturity securities	2,891		3,686	
Purchases of securities available for sale	(31,121)	(40,928)
Net increase in loans	(10,275)	(38,670)
Proceeds from dispositions of other real estate owned	1,461		1,552	
Proceeds from dispositions of bank premises and equipment	18		51	
Purchases of bank premises and equipment	(799)	(1,470)
Net cash used in investing activities	11,088		(23,154)
Cash flows from financing activities:				
Net increase in deposits	42,110		84,927	
Net (decrease) increase in short-term borrowings	(21,698)	5,622	
Proceeds from exercise of stock options and related tax benefits	-		99	
Proceeds from sale of treasury stock	655		675	
	-		(99)

Purchases of treasury stock		
Dividends paid	(6,252)	(6,224)
Net cash provided by financing activities	14,815	85,000
Net increase in cash and cash equivalents	42,022	78,678
Cash and cash equivalents at beginning of period	718,156	671,448
Cash and cash equivalents at end of period	\$ 760,178	750,126

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Supplemental Disclosure of Cash Flow Information:

Cash paid during the year for:

Interest paid	\$3,796	4,138
Income taxes paid	1,360	2,037
Other non cash items:		
Transfer of loans to other real estate owned	1,036	2,194
Increase in dividends payable	7	4
Change in unrealized gain on securities available for sale-gross of deferred taxes	8,035	3,060
Change in deferred tax effect on unrealized gain on securities available for sale	(3,214)	(1,222)
Amortization of net actuarial loss and prior service credit on pension and postretirement plans	56	(27)
Change in deferred tax effect of amortization of net actuarial loss and prior service credit	(23)	11

See accompanying notes to unaudited consolidated interim financial statements.

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(1) Financial Statement Presentation

The unaudited Consolidated Interim Financial Statements of TrustCo Bank Corp NY (the “Company” or “TrustCo”) include the accounts of the subsidiaries after elimination of all significant intercompany accounts and transactions. Prior period amounts are reclassified when necessary to conform to the current period presentation. The net income reported for the three months ended March 31, 2016 is not necessarily indicative of the results that may be expected for the year ending December 31, 2016, or any interim periods. These financial statements consider events that occurred through the date of filing.

In the opinion of the management of the Company, the accompanying unaudited Consolidated Interim Financial Statements contain all recurring adjustments necessary to present fairly the financial position as of March 31, 2016, the results of operations and cash flows for the three months ended March 31, 2016 and 2015. The accompanying Consolidated Interim Financial Statements should be read in conjunction with the Company’s year-end Consolidated Financial Statements, including notes thereto, which are included in Company’s 2015 Annual Report on Form 10-K for the year ended December 31, 2015. The accompanying consolidated financial statements have been prepared in accordance with the instructions to Form 10-Q and, therefore, do not include all information and notes necessary for a complete presentation of financial position, results of operations and cash flow activity required in accordance with accounting principles generally accepted in the United States.

(2) Earnings Per Share

The Company computes earnings per share in accordance with Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 260, Earnings Per Share (“ASC 260”). A reconciliation of the component parts of earnings per share for the three months ended March 31, 2016 and 2015 is as follows:

(dollars in thousands, except per share data)

	2016	2015
For the three months ended March 31:		
Net income	\$10,409	10,715
Weighted average common shares	95,365	94,947
Stock Options	47	127
Weighted average common shares including potential dilutive shares	95,412	95,074
Basic EPS	\$0.109	0.113
Diluted EPS	\$0.109	0.113

For the three months ended March 31, 2016, the weighted average number of antidilutive stock options excluded from diluted earnings per share was approximately 1.6 million. For the three months ended March 31, 2015 the weighted average number of antidilutive stock options excluded from diluted earnings per share was approximately 1.4 million. The stock options are antidilutive because the strike price is greater than the average fair value of the Company’s common stock for the periods presented.

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(3) Benefit Plans

The table below outlines the components of the Company's net periodic benefit recognized during the three months ended March 31, 2016 and 2015 for its pension and other postretirement benefit plans:

(dollars in thousands)	For the three months ended March 31,			
	Pension Benefits		Other Postretirement Benefits	
	2016	2015	2016	2015
Service cost	\$ 15	15	32	39
Interest cost	337	330	61	65
Expected return on plan assets	(644)	(684)	(181)	(181)
Amortization of net (gain) loss	87	(40)	(54)	35
Amortization of prior service cost (credit)	-	-	23	(22)
Net periodic benefit	\$ (205)	(379)	(119)	(64)

The Company does not expect to make contributions to its pension and postretirement benefit plans in 2016. As of March 31, 2016, no contributions have been made, however, this decision is reviewed each quarter and is subject to change based upon market conditions.

Since 2003, the Company has not subsidized retiree medical insurance premiums. However, it continues to provide postretirement medical benefits to a limited number of current and retired executives in accordance with the terms of their employment contracts.

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(4) Investment Securities

(a) Securities available for sale

The amortized cost and fair value of the securities available for sale are as follows:

(dollars in thousands)	March 31, 2016			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
U.S. government sponsored enterprises	\$66,899	44	23	66,920
State and political subdivisions	955	19	-	974
Mortgage backed securities and collateralized mortgage obligations - residential	421,323	1,821	955	422,189
Small Business Administration- guaranteed participation securities	89,362	96	405	89,053
Mortgage backed securities and collateralized mortgage obligations - commercial	10,353	-	46	10,307
Other	650	-	-	650
Total debt securities	589,542	1,980	1,429	590,093
Equity securities	35	-	-	35
Total securities available for sale	\$589,577	1,980	1,429	590,128

(dollars in thousands)	December 31, 2015			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
U.S. government sponsored enterprises	\$86,899	19	181	86,737
State and political subdivisions	1,270	20	-	1,290
Mortgage backed securities and collateralized mortgage obligations - residential	416,625	430	5,326	411,729
Small Business Administration-guaranteed participation securities	92,620	-	2,204	90,416
Mortgage backed securities and collateralized mortgage obligations - commercial	10,422	-	242	10,180
Other	650	-	-	650
Total debt securities	608,486	469	7,953	601,002
Equity securities	35	-	-	35
Total securities available for sale	\$608,521	469	7,953	601,037

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The following table distributes the debt securities included in the available for sale portfolio as of March 31, 2016, based on the securities' contractual maturity. Actual maturities may differ as a result of the right of certain issuers to call or prepay their obligations without penalty. Securities not due at a single maturity date are shown separately.

(dollars in thousands)	Amortized Cost	Fair Value
Due in one year or less	\$ 1,956	1,958
Due in one year through five years	66,087	66,122
Due after five years through ten years	452	455
Due after ten years	9	9
Mortgage backed securities and collateralized mortgage obligations - residential	421,323	422,189
Small Business Administration- guaranteed participation securities	89,362	89,053
Mortgage backed securities and collateralized mortgage obligations - commercial	10,353	10,307
	\$ 589,542	590,093

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Gross unrealized losses on securities available for sale and the related fair values aggregated by the length of time that individual securities have been in an unrealized loss position, were as follows:

(dollars in thousands)	March 31, 2016					
	Less than 12 months		12 months or more		Total	
	Fair Value	Gross Unreal Loss	Fair Value	Gross Unreal Loss	Fair Value	Gross Unreal Loss
U.S. government sponsored enterprises	\$10,492	8	9,985	15	20,477	23
Mortgage backed securities and collateralized mortgage obligations - residential	39,789	70	177,396	885	217,185	955
Small Business Administration- guaranteed participation securities	7,688	19	31,703	386	39,391	405
Mortgage backed securities and collateralized mortgage obligations - commercial	5,623	23	4,685	23	10,308	46
Total	\$63,592	120	223,769	1,309	287,361	1,429

(dollars in thousands)	December 31, 2015					
	Less than 12 months		12 months or more		Total	
	Fair Value	Gross Unreal. Loss	Fair Value	Gross Unreal. Loss	Fair Value	Gross Unreal. Loss
U.S. government sponsored enterprises	\$41,786	113	9,932	68	51,718	181
Mortgage backed securities and collateralized mortgage obligations - residential	187,605	2,147	167,549	3,179	355,153	5,326
Small Business Administration-guaranteed participation securities	7,529	111	82,888	2,093	90,417	2,204
Mortgage backed securities and collateralized mortgage obligations - commercial	5,553	130	4,627	112	10,180	242
Total	\$242,473	2,501	264,996	5,452	507,468	7,953

The proceeds from sales and calls of securities available for sale, gross realized gains and gross realized losses from sales and calls during the three months ended March 31, 2016 and 2015 are as follows:

(dollars in thousands)	Three months ended March 31,	
	2016	2015
Proceeds from sales	\$ -	22,945
Proceeds from calls	48,913	29,680
Gross realized gains	-	249
Gross realized losses	-	-

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For the three months ended March 31, 2015, income tax expense recognized on net gains on sales of securities available for sale were approximately \$100 thousand.

(b) Held to maturity securities

The amortized cost and fair value of the held to maturity securities are as follows:

(dollars in thousands)	March 31, 2016			
	Amortized Cost	Gross Gains	Gross Unrecognized Losses	Fair Value
Mortgage backed securities and collateralized mortgage obligations - residential	\$43,595	2,542	-	46,137
Corporate bonds	9,979	592	-	10,571
Total held to maturity	\$53,574	3,134	-	56,708

(dollars in thousands)	December 31, 2015			
	Amortized Cost	Gross Gains	Gross Unrecognized Losses	Fair Value
Mortgage backed securities and collateralized mortgage obligations - residential	\$46,490	2,308	-	48,798
Corporate bonds	9,975	666	-	10,641
Total held to maturity	\$56,465	2,974	-	59,439

The following table distributes the debt securities included in the held to maturity portfolio as of March 31, 2016, based on the securities' contractual maturity. Actual maturities may differ as a result of the right of certain issuers to call or prepay their obligations without penalty. Securities not due at a single maturity date are shown separately.

(dollars in thousands)	Amortized Cost	Fair Value
Due in one year through five years	\$ 9,979	10,571
Mortgage backed securities and collateralized mortgage obligations - residential	43,595	46,137
	\$ 53,574	56,708

There were no held to maturity securities in an unrecognized loss position as of March 31, 2016 or December 31, 2015.

There were no sales or transfers of held to maturity securities during the three months ended March 31, 2016 and 2015.

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(c) Other-Than-Temporary Impairment

Management evaluates securities for other-than-temporary impairment (“OTTI”) at least on a quarterly basis, and more frequently when economic or market conditions warrant such an evaluation. The investment securities portfolio is evaluated for OTTI by segregating the portfolio by type and applying the appropriate OTTI model. Investment securities classified as available for sale or held to maturity are generally evaluated for OTTI under ASC 320 “Investments – Debt and Equity Securities.”

In determining OTTI under the FASB ASC 320 model, management considers many factors, including: (1) the length of time and the extent to which the fair value has been less than cost, (2) the financial condition and near-term prospects of the issuer, (3) whether the market decline was affected by macroeconomic conditions, and (4) whether the Company has the intent to sell the debt security or more likely than not will be required to sell the debt security before its anticipated recovery. The assessment of whether any other-than-temporary decline exists involves a high degree of subjectivity and judgment and is based on the information available to management at a point in time.

When OTTI occurs, the amount of the OTTI recognized in earnings depends on whether management intends to sell the security or it is more likely than not it will be required to sell the security before recovery of its amortized cost basis. If management intends to sell or it is more likely than not it will be required to sell the security before recovery of its amortized cost basis, the OTTI shall be recognized in earnings equal to the entire difference between the investment’s amortized cost basis and its fair value at the balance sheet date. If management does not intend to sell the security and it is not more likely than not that the entity will be required to sell the security before recovery of its amortized cost basis, the OTTI on debt securities shall be separated into the amount representing the credit loss and the amount related to all other factors. The amount of the total OTTI related to the credit loss is determined based on the present value of cash flows expected to be collected and is recognized in earnings. The amount of the total OTTI related to other factors is recognized in other comprehensive income, net of applicable taxes. The previous amortized cost basis less the OTTI recognized in earnings becomes the new amortized cost basis of the investment.

As of March 31, 2016, the Company’s security portfolio included certain securities which were in an unrealized loss position. These securities are U.S. Government Agencies or issuances from U.S. Government sponsored entities. The declines in fair value are attributable to changes in interest rates, and not credit quality, and because the Company does not have the intent to sell these securities and it is likely that it will not be required to sell the securities before their anticipated recovery, the Company does not consider these securities to be other-than-temporarily impaired at March 31, 2016.

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(5) Loans and Allowance for Loan Losses

The following table presents the recorded investment in loans by loan class:

(dollars in thousands)	March 31, 2016		
	New York and other states*	Florida	Total
Commercial:			
Commercial real estate	\$ 159,786	14,372	174,158
Other	24,521	86	24,607
Real estate mortgage - 1 to 4 family:			
First mortgages	2,094,665	581,220	2,675,885
Home equity loans	52,299	9,600	61,899
Home equity lines of credit	305,407	50,756	356,163
Installment	7,565	1,102	8,667
Total loans, net	\$2,644,243	657,136	3,301,379
Less: Allowance for loan losses			44,398
Net loans			\$3,256,981

(dollars in thousands)	December 31, 2015		
	New York and other states*	Florida	Total
Commercial:			
Commercial real estate	\$ 160,965	14,908	175,873
Other	27,449	93	27,542
Real estate mortgage - 1 to 4 family:			
First mortgages	2,093,957	566,715	2,660,672
Home equity loans	52,251	8,250	60,501
Home equity lines of credit	308,165	51,160	359,325
Installment	8,000	1,391	9,391
Total loans, net	\$2,650,787	642,517	3,293,304
Less: Allowance for loan losses			44,762
Net loans			\$3,248,542

*Includes New York, New Jersey, Vermont and Massachusetts

At March 31, 2016 and December 31, 2015, the Company had approximately \$23.4 million and \$26.6 million of real estate construction loans, respectively. Of the \$23.4 million in real estate construction loans at March 31, 2016, approximately \$13.6 million are secured by first mortgages to residential borrowers while approximately \$9.8 million were to commercial borrowers for residential construction projects. Of the \$26.6 million in real estate construction loans at December 31, 2015, approximately \$16.0 million are secured by first mortgages to residential borrowers while approximately \$10.6 million were to commercial borrowers for residential construction projects. The vast majority of construction loans are in the Company's New York market.

TrustCo lends in the geographic territory of its branch locations in New York, Florida, Massachusetts, New Jersey and Vermont. Although the loan portfolio is diversified, a portion of its debtors' ability to repay depends significantly on

the economic conditions prevailing in the respective geographic territory.

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The following table presents the recorded investment in non-accrual loans by loan class:

(dollars in thousands)	March 31, 2016		
	New York and other states	Florida	Total
Loans in non-accrual status:			
Commercial:			
Commercial real estate	\$2,762	-	2,762
Real estate mortgage - 1 to 4 family:			
First mortgages	21,781	1,503	23,284
Home equity loans	139	-	139
Home equity lines of credit	3,749	299	4,048
Installment	74	-	74
Total non-accrual loans	28,505	1,802	30,307
Restructured real estate mortgages - 1 to 4 family	47	-	47
Total nonperforming loans	\$28,552	1,802	30,354

(dollars in thousands)	December 31, 2015		
	New York and other states	Florida	Total
Loans in non-accrual status:			
Commercial:			
Commercial real estate	\$3,024	-	3,024
Other	-	-	-
Real estate mortgage - 1 to 4 family:			
First mortgages	19,488	1,488	20,976
Home equity loans	212	-	212
Home equity lines of credit	3,573	329	3,902
Installment	90	8	98
Total non-accrual loans	26,387	1,825	28,212
Restructured real estate mortgages - 1 to 4 family	48	-	48
Total nonperforming loans	\$26,435	1,825	28,260

The Company transfers loans to other real estate owned, at fair value less cost to sell, in the period the Company obtains physical possession of the property (through legal title or through a deed in lieu). As of March 31, 2016 and December 31, 2015, other real estate owned included \$4.9 million and \$5.4 million, respectively, of residential foreclosed properties. In addition, non-accrual residential mortgage loans that are in the process of foreclosure had a recorded investment of \$14.9 million and \$13.2 million as of March 31, 2016 and December 31, 2015, respectively.

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The following tables present the aging of the recorded investment in past due loans by loan class and by region as of March 31, 2016 and December 31, 2015:

New York and other states:

(dollars in thousands)	March 31, 2016				Current	Total Loans
	30-59	60-89	90 +	Total		
	Days Past Due	Days Past Due	Days Past Due	30+ days Past Due		
Commercial:						
Commercial real estate	\$-	-	2,080	2,080	157,706	159,786
Other	-	-	-	-	24,521	24,521
Real estate mortgage - 1 to 4 family:						
First mortgages	2,454	1,441	13,882	17,777	2,076,888	2,094,665
Home equity loans	4	43	77	124	52,175	52,299
Home equity lines of credit	469	455	1,410	2,334	303,073	305,407
Installment	75	11	66	152	7,413	7,565
Total	\$3,002	1,950	17,515	22,467	2,621,776	2,644,243

Florida:

(dollars in thousands)	30-59	60-89	90 +	Total	Current	Total Loans
	Days Past Due	Days Past Due	Days Past Due	30+ days Past Due		
	Commercial:					
Commercial real estate	\$ -	8	-	8	14,364	14,372
Other	-	-	-	-	86	86
Real estate mortgage - 1 to 4 family:						
First mortgages	209	432	791	1,432	579,788	581,220
Home equity loans	-	-	-	-	9,600	9,600
Home equity lines of credit	113	-	180	293	50,463	50,756
Installment	2	1	-	3	1,099	1,102
Total	\$ 324	441	971	1,736	655,400	657,136

Total:

(dollars in thousands)	30-59	60-89	90 +	Total	Current	Total Loans
	Days Past Due	Days Past Due	Days Past Due	30+ days Past Due		
	Commercial:					
Commercial real estate	\$ -	8	2,080	2,088	172,070	174,158
Other	-	-	-	-	24,607	24,607

Real estate mortgage - 1
to 4 family:

First mortgages	2,663	1,873	14,673	19,209	2,656,676	2,675,885
Home equity loans	4	43	77	124	61,775	61,899
Home equity lines of credit	582	455	1,590	2,627	353,536	356,163
Installment	77	12	66	155	8,512	8,667
Total	\$ 3,326	2,391	18,486	24,203	3,277,176	3,301,379

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New York and other states:

(dollars in thousands)	December 31, 2015				Current	Total Loans
	30-59 Days Past Due	60-89 Days Past Due	90 + Days Past Due	Total 30+ days Past Due		
Commercial:						
Commercial real estate	\$-	-	2,340	2,340	158,625	160,965
Other	-	-	-	-	27,449	27,449
Real estate mortgage - 1 to 4 family:						
First mortgages	4,321	2,037	12,529	18,887	2,075,070	2,093,957
Home equity loans	43	-	149	192	52,059	52,251
Home equity lines of credit	572	204	1,418	2,194	305,971	308,165
Installment	34	19	88	141	7,859	8,000
Total	\$4,970	2,260	16,524	23,754	2,627,033	2,650,787

Florida:

(dollars in thousands)					Current	Total Loans
	30-59 Days Past Due	60-89 Days Past Due	90 + Days Past Due	Total 30+ days Past Due		
Commercial:						
Commercial real estate	\$ 10	-	-	10	14,898	14,908
Other	-	-	-	-	93	93
Real estate mortgage - 1 to 4 family:						
First mortgages	665	271	851	1,787	564,928	566,715
Home equity loans	-	-	-	-	8,250	8,250
Home equity lines of credit	159	-	240	399	50,761	51,160
Installment	1	21	-	22	1,369	1,391
Total	\$ 835	292	1,091	2,218	640,299	642,517

Total:

(dollars in thousands)					Current	Total Loans
	30-59 Days Past Due	60-89 Days Past Due	90 + Days Past Due	Total 30+ days Past Due		
Commercial:						
Commercial real estate	\$ 10	-	2,340	2,350	173,523	175,873
Other	-	-	-	-	27,542	27,542
Real estate mortgage - 1 to 4 family:						
First mortgages	4,986	2,308	13,380	20,674	2,639,998	2,660,672

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Home equity loans	43	-	149	192	60,309	60,501
Home equity lines of credit	731	204	1,658	2,593	356,732	359,325
Installment	35	40	88	163	9,228	9,391
Total	\$ 5,805	2,552	17,615	25,972	3,267,332	3,293,304

At March 31, 2016 and December 31, 2015, there were no loans that were 90 days past due and still accruing interest. As a result, non-accrual loans include all loans 90 days or more past due as well as certain loans less than 90 days past due that were placed on non-accrual status for reasons other than delinquent status. There are no commitments to extend further credit on non-accrual or restructured loans.

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Activity in the allowance for loan losses by portfolio segment is summarized as follows:

(dollars in thousands)	For the three months ended March 31, 2016			
	Commercial	Real Estate Mortgage- 1 to 4 Family	Installment	Total
Balance at beginning of period	\$4,491	39,753	518	44,762
Loans charged off:				
New York and other states*	264	889	81	1,234
Florida	-	84	16	100
Total loan chargeoffs	264	973	97	1,334
Recoveries of loans previously charged off:				
New York and other states*	40	118	11	169
Florida	-	1	-	1
Total recoveries	40	119	11	170
Net loans charged off	224	854	86	1,164
Provision for loan losses	652	118	30	800
Balance at end of period	\$4,919	39,017	462	44,398

(dollars in thousands)	For the three months ended March 31, 2015			
	Commercial	Real Estate Mortgage- 1 to 4 Family	Installment	Total
Balance at beginning of period	\$4,071	42,088	168	46,327
Loans charged off:				
New York and other states*	50	1,114	43	1,207
Florida	-	109	-	109
Total loan chargeoffs	50	1,223	43	1,316
Recoveries of loans previously charged off:				
New York and other states*	16	110	6	132
Florida	1	-	-	1
Total recoveries	17	110	6	133
Net loans charged off	33	1,113	37	1,183
Provision (credit) for loan losses	(14)	554	260	800
Balance at end of period	\$4,024	41,529	391	45,944

The Company has identified non-accrual commercial and commercial real estate loans, as well as all loans restructured under a troubled debt restructuring (“TDR”), as impaired loans. A loan is considered impaired when it is probable that the borrower will be unable to repay the loan according to the original contractual terms of the loan agreement or the loan is restructured as a TDR.

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The following tables present the balance in the allowance for loan losses and the recorded investment in loans by portfolio segment and based on impairment method as of March 31, 2016 and December 31, 2015:

(dollars in thousands)	March 31, 2016			
	Commercial Loans	1-to-4 Family Residential Real Estate	Installment Loans	Total
Allowance for loan losses:				
Ending allowance balance attributable to loans:				
Individually evaluated for impairment	\$-	-	-	-
Collectively evaluated for impairment	4,919	39,017	462	44,398
Total ending allowance balance	\$4,919	39,017	462	44,398
Loans:				
Individually evaluated for impairment	\$3,040	22,647	-	25,687
Collectively evaluated for impairment	195,725	3,071,300	8,667	3,275,692
Total ending loans balance	\$198,765	3,093,947	8,667	3,301,379
(dollars in thousands)	December 31, 2015			
	Commercial Loans	1-to-4 Family Residential Real Estate	Installment Loans	Total
Allowance for loan losses:				
Ending allowance balance attributable to loans:				
Individually evaluated for impairment	\$-	-	-	-
Collectively evaluated for impairment	4,491	39,753	518	44,762
Total ending allowance balance	\$4,491	39,753	518	44,762
Loans:				
Individually evaluated for impairment	\$3,306	22,575	-	25,881
Collectively evaluated for impairment	200,109	3,057,923	9,391	3,267,423
Total ending loans balance	\$203,415	3,080,498	9,391	3,293,304

A loan for which the terms have been modified, and for which the borrower is experiencing financial difficulties, is considered a TDR and is classified as impaired. TDR's at March 31, 2016 and December 31, 2015 are measured at the present value of estimated future cash flows using the loan's effective rate at inception or the fair value of the underlying collateral if the loan is considered collateral dependent.

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The following tables present impaired loans by loan class as of March 31, 2016 and December 31, 2015:

New York and other states:

(dollars in thousands)	March 31, 2016		Related Allowance	Average Recorded Investment
	Recorded Investment	Unpaid Principal Balance		
Commercial:				
Commercial real estate	\$3,040	3,993	-	4,828
Other	-	-	-	-
Real estate mortgage - 1 to 4 family:				
First mortgages	17,529	18,573	-	17,553
Home equity loans	299	358	-	320
Home equity lines of credit	2,165	2,370	-	2,436
Total	\$23,033	25,294	-	25,137

Florida:

(dollars in thousands)	Recorded Investment	Unpaid Principal Balance	Related Allowance	Average Recorded Investment
Commercial:				
Commercial real estate	\$ -	-	-	-
Other	-	-	-	-
Real estate mortgage - 1 to 4 family:				
First mortgages	1,993	2,105	-	1,872
Home equity loans	52	52	-	52
Home equity lines of credit	609	693	-	618
Total	\$ 2,654	2,850	-	2,542

Total:

(dollars in thousands)	Recorded Investment	Unpaid Principal Balance	Related Allowance	Average Recorded Investment
Commercial:				
Commercial real estate	\$3,040	3,993	-	4,828
Other	-	-	-	-