

TRUSTCO BANK CORP N Y  
Form 10-Q  
August 03, 2012

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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  
June 30, 2012

Commission File Number 0-10592

TRUSTCO BANK CORP NY  
(Exact name of registrant as specified in its charter)

NEW YORK  
(State or other jurisdiction of incorporation or  
organization)

14-1630287  
(I.R.S. Employer Identification No.)

5 SARNOWSKI DRIVE, GLENVILLE, NEW YORK  
(Address of principal executive offices)

12302  
(Zip Code)

Registrant's telephone number, including area code: (518) 377-3311

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. xYes "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 (Sec. 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). xYes "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 x 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 xNo

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Number of Shares Outstanding

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Common Stock	as of July 31, 2012
\$1 Par Value	93,807,298

## 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 June 30,		Six Months Ended June 30,	
	2012	2011	2012	2011
Interest and dividend income:				
Interest and fees on loans	\$32,277	32,184	64,702	63,861
Interest and dividends on securities available for sale:				
U. S. government sponsored enterprises	2,606	3,791	4,910	6,990
State and political subdivisions	368	640	778	1,424
Mortgage-backed securities and collateralized mortgage obligations-residential	1,364	622	2,457	1,230
Corporate bonds	648	1,081	1,470	2,220
Other securities	154	89	249	150
Total interest and dividends on securities available for sale	5,140	6,223	9,864	12,014
Interest on held to maturity securities:				
U. S. government sponsored enterprises	-	-	25	-
Mortgage-backed securities and collateralized mortgage obligations-residential	1,198	1,240	2,488	2,428
Corporate bonds	387	595	896	1,310
Total interest on held to maturity securities	1,585	1,835	3,409	3,738
Interest on federal funds sold and other short-term investments	299	254	619	500
Total interest income	39,301	40,496	78,594	80,113
Interest expense:				
Interest on deposits:				
Interest-bearing checking	78	70	156	135
Savings	979	885	2,081	1,818
Money market deposit accounts	770	1,184	1,693	2,411
Time deposits	3,230	4,099	6,648	8,542
Interest on short-term borrowings	378	382	766	789
Total interest expense	5,435	6,620	11,344	13,695
Net interest income	33,866	33,876	67,250	66,418
Provision for loan losses	3,000	4,850	6,100	9,450
Net interest income after provision for loan losses	30,866	29,026	61,150	56,968
Noninterest income:				
Trustco financial services income	1,407	1,186	2,801	2,760
Fees for services to customers	2,388	2,325	4,628	4,419
Net gain on securities transactions	55	851	732	1,138
Other	176	209	383	525
Total noninterest income	4,026	4,571	8,544	8,842

Noninterest expenses:				
Salaries and employee benefits	7,519	7,000	15,262	14,026
Net occupancy expense	3,817	3,672	7,612	7,409
Equipment expense	1,600	1,481	3,120	2,813
Professional services	1,489	1,681	2,925	3,166
Outsourced services	1,347	1,350	2,597	2,700
Advertising expense	1,060	708	1,869	1,414
FDIC and other insurance	953	1,392	1,833	3,243
Other real estate expense, net	665	2,095	1,631	3,685
Other	2,048	2,173	4,293	3,942
Total noninterest expenses	20,498	21,552	41,142	42,398
Income before taxes	14,394	12,045	28,552	23,412
Income taxes	5,328	4,279	10,577	8,264
Net income	\$9,066	7,766	17,975	15,148
Net income per Common Share:				
- Basic	\$0.097	0.100	0.192	0.196
- Diluted	\$0.097	0.100	0.192	0.196

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, except per share data)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2012	2011	2012	2011
Net income	\$9,066	7,766	\$17,975	15,148
Net unrealized holding gain on securities available for sale	2,571	12,535	7,451	12,810
Reclassification adjustments for net gain recognized in income	(55 )	(851 )	(732 )	(1,138 )
Tax effect	(1,003 )	(4,657 )	(2,679 )	(4,653 )
Net unrealized gain on securities available for sale	1,513	7,027	4,040	7,019
Amortization of net actuarial loss	97	22	194	42
Amortization of prior service credit	(65 )	(30 )	(131 )	