

FIRST NORTHERN COMMUNITY BANCORP
Form 10-Q
November 08, 2006

**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, 2006**

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 000-30707

First Northern Community Bancorp
(Exact name of registrant as specified in its charter)

California	68-0450397
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification Number)

195 N. First Street, Dixon, CA	95620
(Address of principal executive offices)	(Zip Code)

707-678-3041
(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 Section 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

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer as defined in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer

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 shares of Common Stock outstanding as of November 6, 2006 was 7,955,101.

FIRST NORTHERN COMMUNITY BANCORP

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PART I - FINANCIAL INFORMATION**ITEM 1.****CONSOLIDATED FINANCIAL STATEMENTS****CONDENSED CONSOLIDATED BALANCE SHEETS**

(in thousands, except share amounts)

	(UNAUDITED)	
	September 30, 2006	December 31, 2005
ASSETS		
Cash and due from banks	\$ 25,406	\$ 35,507
Federal funds sold	39,495	87,185
Investment securities - available for sale	70,461	48,788
Loans, net of allowance for loan losses of \$8,400 at September 30, 2006 and \$7,917 at December 31, 2005	485,775	456,061
Loans held-for-sale	4,629	4,440
Premises and equipment, net	8,093	8,311
Other Real Estate Owned	—	268
Accrued interest receivable and other assets	21,958	20,087
TOTAL ASSETS	\$ 655,817	\$ 660,647
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Deposits		
Demand deposits	\$ 175,124	\$ 192,436
Interest-bearing transaction deposits	102,287	85,560
Savings & MMDA's	187,445	185,878
Time, under \$100,000	47,954	51,921
Time, \$100,000 and over	64,609	65,986
Total deposits	577,419	581,781
FHLB Advance and other borrowings	10,878	14,969
Accrued interest payable and other liabilities	6,924	7,095
TOTAL LIABILITIES	595,221	603,845
Stockholders' equity		
Common stock, no par value; 16,000,000 shares authorized; 7,973,364 shares issued and outstanding at September 30, 2006 and 7,558,759 shares issued and outstanding at December 31, 2005	45,925	36,100
Additional paid in capital	977	977
Retained earnings	13,810	19,606
Accumulated other comprehensive (loss) income	(116)	119
TOTAL STOCKHOLDERS' EQUITY	60,596	56,802
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 655,817	\$ 660,647

See notes to unaudited condensed consolidated financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(in thousands, except per share amounts)

	Three months ended September 30, 2006	Three months ended September 30, 2005	Nine months ended September 30, 2006	Nine months ended September 30, 2005
Interest Income				
Loans	\$ 11,070	\$ 9,331	\$ 31,189	\$ 26,233
Federal funds sold	506	671	2,117	1,602
Investment securities				
Taxable	670	452	1,893	1,489
Non-taxable	162	136	436	427
Total interest income	12,408	10,590	35,635	29,751
Interest Expense				
Deposits	2,483	1,445		