

PENNS WOODS BANCORP INC  
Form 10-Q  
November 09, 2010  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
WASHINGTON, D.C. 20549

**FORM 10-Q**

**x**      **Quarterly Report pursuant to Section 13 or 15 (d) of the Securities Exchange Act of 1934**

**for the Quarterly Period Ended September 30, 2010.**

**o**      **Transition report pursuant to Section 13 or 15 (d) of the Exchange Act**

**for the Transition Period from            to            .**

**No. 0-17077**

**(Commission File Number)**

**PENNS WOODS BANCORP, INC.**

**(Exact name of Registrant as specified in its charter)**

**PENNSYLVANIA**  
**(State or other jurisdiction of**  
**incorporation or organization)**

**23-2226454**  
**(I.R.S. Employer**  
**Identification No.)**

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300 Market Street, P.O. Box 967 Williamsport, Pennsylvania  
(Address of principal executive offices)

17703-0967  
(Zip Code)

(570) 322-1111

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 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 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 definition 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

Small 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

On November 5, 2010 there were 3,834,769 shares of the Registrant's common stock outstanding.

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**PENNS WOODS BANCORP, INC.**  
**CONSOLIDATED BALANCE SHEET**  
**(UNAUDITED)**

<b>(In Thousands, Except Share Data)</b>	<b>September 30, 2010</b>	<b>December 31, 2009</b>
<b>ASSETS:</b>		
Noninterest-bearing balances	\$ 15,741	\$ 13,760
Interest-bearing deposits in other financial institutions	7,316	28
Total cash and cash equivalents	23,057	13,788
Investment securities, available for sale, at fair value	232,058	208,768
Investment securities, held to maturity (fair value of \$83 and \$108)	82	107
Loans held for sale	5,360	4,063
Loans	412,873	405,529
Less: Allowance for loan losses	5,479	4,657
Loans, net	407,394	400,872
Premises and equipment, net	7,814	7,988
Accrued interest receivable	3,657	3,523
Bank-owned life insurance	15,345	14,942
Investment in limited partnerships	4,415	4,898
Goodwill	3,032	3,032
Deferred tax asset	7,041	9,491
Other assets	4,241	4,732
<b>TOTAL ASSETS</b>	<b>\$ 713,496</b>	<b>\$ 676,204</b>
<b>LIABILITIES:</b>		
Interest-bearing deposits	\$ 442,042	\$ 417,388
Noninterest-bearing deposits	92,128	79,899
Total deposits	534,170	497,287
Short-term borrowings	14,629	18,354
Long-term borrowings, Federal Home Loan Bank (FHLB)	81,778	86,778
Accrued interest payable	832	1,073
Other liabilities	6,764	5,796
<b>TOTAL LIABILITIES</b>	<b>638,173</b>	<b>609,288</b>
<b>SHAREHOLDERS EQUITY</b>		
Common stock, par value \$8.33, 10,000,000 shares authorized; 4,014,871 and 4,013,142 shares issued	33,457	33,443

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Additional paid-in capital	18,045	18,008
Retained earnings	29,994	27,218
Accumulated other comprehensive gain (loss):		
Net unrealized gain (loss) on available for sale securities	2,057	(3,569)
Defined benefit plan	(1,920)	(1,920)
Less: Treasury stock at cost, 180,596 and 179,028 shares	(6,310)	(6,264)
<b>TOTAL SHAREHOLDERS EQUITY</b>	<b>75,323</b>	<b>66,916</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS EQUITY</b>	<b>\$ 713,496</b>	<b>\$ 676,204</b>

See accompanying notes to the unaudited consolidated financial statements.

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**PENNS WOODS BANCORP, INC.**  
**CONSOLIDATED STATEMENT OF INCOME**  
**(UNAUDITED)**

(In Thousands, Except Per Share Data)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2010	2009	2010	2009
<b>INTEREST AND DIVIDEND INCOME:</b>				
Loans including fees				