

FIRST INTERSTATE BANCSYSTEM INC  
 Form 10-Q  
 May 07, 2015

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 March 31, 2015  
 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 001-34653

First Interstate BancSystem, Inc.  
 (Exact name of registrant as specified in its charter)

Montana (State or other jurisdiction of incorporation or organization)	81-0331430 (IRS Employer Identification No.)
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401 North 31st Street, Billings, MT (Address of principal executive offices)	59116-0918 (Zip Code)
Registrant's telephone number, including area code: 406/255-5390	

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 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 definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer <input type="checkbox"/>	Accelerated filer <input checked="" type="checkbox"/>
Non-accelerated filer <input type="checkbox"/>	Smaller reporting company <input type="checkbox"/>

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  
 Yes  No

Indicate the number of shares outstanding of each of the Registrant's classes of common stock:

March 31, 2015 – Class A common stock	21,596,056
March 31, 2015 – Class B common stock	23,833,412



FIRST INTERSTATE BANCSYSTEM, INC. AND SUBSIDIARIES  
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CONSOLIDATED BALANCE SHEETS

(In thousands, except share data)

(Unaudited)

	March 31, 2015	December 31, 2014
Assets		
Cash and due from banks	\$ 128,976	\$ 147,894
Federal funds sold	963	543
Interest bearing deposits in banks	507,864	650,233
Total cash and cash equivalents	637,803	798,670
Investment securities:		
Available-for-sale	1,777,057	1,711,924
Held-to-maturity (estimated fair values of \$576,931 and \$584,533 at March 31, 2015 and December 31, 2014, respectively)	563,847	575,186
Total investment securities	2,340,904	2,287,110
Loans held for investment	4,871,548	4,856,615
Mortgage loans held for sale	55,758	40,828
Total loans	4,927,306	4,897,443
Less allowance for loan losses	75,336	74,200
Net loans	4,851,970	4,823,243
Goodwill	204,375	205,574
Premises and equipment, net of accumulated depreciation	192,748	195,212
Company-owned life insurance	154,741	153,821
Other real estate owned ("OREO")	15,134	13,554
Accrued interest receivable	27,242	27,063
Core deposit intangibles, net of accumulated amortization	12,428	13,282
Mortgage servicing rights, net of accumulated amortization and impairment reserve	14,093	14,038
Deferred tax asset, net	—	4,874
Other assets	77,104	73,495
Total assets	\$ 8,528,542	\$ 8,609,936
Liabilities and Stockholders' Equity		
Deposits:		
Non-interest bearing	\$ 1,757,664	\$ 1,791,364
Interest bearing	5,210,495	5,214,848
Total deposits	6,968,159	7,006,212
Securities sold under repurchase agreements	462,073	502,250
Accounts payable and accrued expenses	49,665	66,164
Accrued interest payable	5,113	5,833
Deferred tax liability	3,553	—
Long-term debt	43,048	38,067
Other borrowed funds	4	9
Subordinated debentures held by subsidiary trusts	82,477	82,477
Total liabilities	7,614,092	7,701,012
Stockholders' equity:		
Nonvoting noncumulative preferred stock without par value; authorized 100,000 shares; no shares issued and outstanding as of March 31, 2015 or December 31,	—	—

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2014

Common stock	310,544	323,596
Retained earnings	599,727	587,862
Accumulated other comprehensive income (loss), net	4,179	(2,534 )
Total stockholders' equity	914,450	908,924
Total liabilities and stockholders' equity	\$8,528,542	\$8,609,936

See accompanying notes to unaudited consolidated financial statements.

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FIRST INTERSTATE BANCSYSTEM, INC. AND SUBSIDIARIES  
 CONSOLIDATED STATEMENTS OF INCOME

(In thousands, except per share data)

(Unaudited)

	Three Months Ended March 31,	
	2015	2014
Interest income:		
Interest and fees on loans	\$59,371	\$53,718
Interest and dividends on investment securities:		
Taxable	7,971	7,640
Exempt from federal taxes	1,059	1,097
Interest on deposits in banks		