# UNITED STATES SECURITIES AND EXCHANGE COMMISSION
**Washington, D.C. 20549**

# FORM 8-K

**CURRENT REPORT**
Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): October 27, 2016

# MACATAWA BANK CORPORATION

(Exact name of registrant as specified in its charter)

| **Michigan** | **000-25927** | **38-3391345** |
|---|---|---|
| (State or other jurisdiction of Incorporation) | (Commission File Number) | (I.R.S. Employer Identification No.) |

| **10753 Macatawa Drive, Holland, Michigan** | **49424** |
|---|---|
| (Address of principal executive offices) | (Zip Code) |

**(616) 820-1444**
(Registrant's Telephone Number, Including Area Code)

**Not Applicable**
(Former name or former address, if changed since last year)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425).

☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12).

☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b)).

☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c)).

**Item 2.02** **Results of Operations and Financial Condition.**

On October 27, 2016, Macatawa Bank Corporation issued the press release furnished with this report as Exhibit 99.1, which is here incorporated by reference. This report and the exhibit are furnished to, and not filed with, the Commission.

**Item 9.01** **Financial Statements and Exhibits.**

**(d)** **Exhibits**

99.1 Press Release dated October 27, 2016. This exhibit is furnished to, and not filed with, the Commission.

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Dated: October 27, 2016

MACATAWA BANK CORPORATION

By /s/ Jon W. Swets

Jon W. Swets
Chief Financial Officer

Exhibit 99.1

MACATAWA BANK Corporation

**For Immediate Release**
NASDAQ Stock Market: MCBC

**Macatawa Bank Corporation Reports**
**Third Quarter 2016 Results**

**HOLLAND, Mich. (October 27, 2016) –** Macatawa Bank Corporation (NASDAQ: MCBC) today announced its results for the third quarter of 2016, reflecting continued improvement in financial performance.

- Net income of $4.6 million in third quarter 2016, up 44% from $3.2 million in third quarter 2015
- Total loans up $24.6 million for the quarter, an annualized growth rate of 8.1%
- Revenue increase of $1.4 million in third quarter 2016 from third quarter 2015 while expenses were flat
- Net interest income increase of $781,000 aided by growth in loans
- Past due loans remained at very low levels - only 0.03% of total loans at end of third quarter 2016
- Nonperforming assets down 55% from third quarter 2015
- Favorable loan collection results – seven consecutive quarters of net recoveries
- Strong capital levels

Macatawa reported net income of $4.6 million, or $0.14 per diluted share, in the third quarter 2016 compared to$3.2 million, or $0.09 per diluted share, in the third quarter 2015. For the first nine months of 2016, Macatawa reported net income of $11.8 million, or $0.35 per diluted share, compared to $9.3 million, or $0.27 per diluted share, for the same period in 2015.

"We continued to improve our financial performance in the third quarter showing 44% growth in earnings over the third quarter of last year," said Ronald L. Haan, President and CEO of the Company. "Our earnings improvement was due primarily to increased net interest income and gains on sales of mortgage loans, while holding level our noninterest expenses. Our increase in net interest income was fueled by growth in portfolio loans. Consistent with our objectives, we have achieved this loan growth while also maintaining the quality of our loan portfolio. Quarter end delinquencies were negligible, and we experienced net loan recoveries again this quarter and have for the past seven quarters. As a result, we again had a modest negative provision for loan losses. Gains on sales of mortgage loans in the third quarter of 2016 doubled from the second quarter and were 67 percent higher than in the third quarter of 2015. The level of total noninterest expense in the third quarter of 2016 was the same as it was in the third quarter of last year, reflecting our efforts to control expenses."

Mr. Haan concluded: "For the last several quarters we have been able to grow our revenue while maintaining a disciplined approach to expenses. We have also been able to grow our loan portfolio while strengthening our capital levels. These achievements reflect a discipline that will continue to guide our focus in coming quarters."

**Operating Results**

Net interest income for the third quarter 2016 totaled $11.9 million, an increase of $294,000 from the second quarter 2016 and an increase of $781,000 from the third quarter 2015. Net interest margin was 3.04% for the third quarter 2016. Net interest margin on a fully tax equivalent basis was 3.08 percent for the third quarter 2016, consistent with the second quarter 2016, and up 16 basis points from the third quarter 2015.(1)

Average interest earning assets for the third quarter 2016 increased $24.0 million from the second quarter 2016 and were up $23.0 million from the third quarter 2015.

Non-interest income increased by $539,000 in the third quarter 2016 compared to the second quarter 2016 and by $591,000 compared to the third quarter 2015. These increases were primarily driven by a higher level of gains on mortgage loans. The Bank originated $38.2 million in loans for sale in the third quarter 2016 compared to $19.0 million in loans for sale in the second quarter 2016 and $25.2 million in loans for sale in the third quarter 2015.

Non-interest expense was $11.3 million for the third quarter 2016, compared to $11.5 million for the second quarter 2016 and $11.3 million for the third quarter 2015. All categories of non-interest expense were essentially flat from period to period. The largest fluctuations in non-interest expense related to problem asset costs, which decreased $135,000 in third quarter 2016 compared to second quarter 2016 and increased $92,000 compared to third quarter 2015. These costs fluctuated as a result of writedowns on other real estate owned property.

Federal income tax expense was $1.4 million for the third quarter 2016 compared to $1.7 million for the second quarter 2016 and $1.4 million for the third quarter 2015. The effective tax rate was 22.7 percent for the third quarter 2016, compared to 31.0 percent for the second quarter 2016 and 30.4 percent for the third quarter 2015. The decrease in the effective tax rate for the third quarter 2016 was due to tax credits and other adjustments recognized in the Company's federal income tax return which was filed in the third quarter 2016.

**Asset Quality**

As a result of the consistent improvements in nonperforming loans and past due loans over the past several quarters, the reduction in historical loan loss ratios and net loan recoveries experienced in the third quarter 2016, a negative provision for loan losses of $250,000 was recorded in the third quarter 2016. Net loan recoveries for the third quarter 2016 were $138,000, compared to second quarter 2016 net loan recoveries of $580,000 and third quarter 2015 net loan recoveries of $285,000. The Company has experienced net loan recoveries in each of the past seven quarters, and in twelve of the past thirteen quarters. Total loans past due on payments by 30 days or more amounted to $345,000 at September 30, 2016, down 75 percent from $1.4 million at December 31, 2015 and down 88 percent from $2.9 million at September 30, 2015. Delinquency as a percentage of total loans was 0.03 percent at September 30, 2016.

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(1) Net interest margin on a fully tax equivalent basis is a non-GAAP measure but is customary in the banking industry. Management believes this non-GAAP measure is useful because it ensures comparability of yields on taxable and tax-exempt investment securities. See section on "Use of non-GAAP financial measures" for additional information.

The allowance for loan losses of $16.8 million was 1.36 percent of total loans at September 30, 2016, compared to 1.43 percent of total loans at December 31, 2015, and 1.53 percent at September 30, 2015. The coverage ratio of allowance for loan losses to nonperforming loans continued to be strong and significantly exceeded 1-to-1 coverage at 7,230 percent as of September 30, 2016, compared to 2,259 percent at December 31, 2015, and 433 percent at September 30, 2015.

At September 30, 2016, the Company's nonperforming loans had declined to $233,000, representing 0.02 percent of total loans. This compares to $756,000 (0.06 percent of total loans) at December 31, 2015 and $4.2 million (0.35 percent of total loans) at September 30, 2015. Other real estate owned and repossessed assets were $13.1 million at September 30, 2016, compared to $17.6 million at December 31, 2015 and $25.7 million at September 30, 2015. Total nonperforming assets, including other real estate owned and nonperforming loans, have decreased by $16.5 million, or 55 percent, from September 30, 2015 to September 30, 2016.

A break-down of non-performing loans is shown in the table below.

| Dollars in 000s | Sept 30, 2016 | Jun 30, 2016 | Mar 31, 2016 | Dec 31, 2015 | Sept 30, 2015 |
|---|---|---|---|---|---|
| Commercial Real Estate | $ 192 | $ 291 | $ 312 | $ 525 | $ 922 |
| Commercial and Industrial | 9 | 26 | 79 | 174 | 3,119 |
| Total Commercial Loans | 211 | 317 | 391 | 699 | 4,041 |
| Residential Mortgage Loans | 2 | 2 | 2 | 2 | 42 |
| Consumer Loans | 30 | 31 | 34 | 55 | 128 |
| Total Non-Performing Loans | $ 233 | $ 350 | $ 427 | $ 756 | $ 4,211 |

Total non-performing assets were $13.3 million, or 0.81 percent of total assets, at September 30, 2016. A break-down of non-performing assets is shown in the table below.

| Dollars in 000s | Sept 30, 2016 | Jun 30, 2016 | Mar 31, 2016 | Dec 31, 2015 | Sept 30, 2015 |
|---|---|---|---|---|---|
| Non-Performing Loans | $ 233 | $ 350 | $ 427 | $ 756 | $ 4,211 |
| Other Repossessed Assets | --- | --- | --- | --- | --- |
| Other Real Estate Owned | 13,110 | 14,066 | 16,162 | 17,572 | 25,671 |
| Total Non-Performing Assets | $ 13,343 | $ 14,416 | $ 16,589 | $ 18,328 | $ 29,882 |

**Balance Sheet, Liquidity and Capital**
Total assets were $1.65 billion at September 30, 2016, a decrease of $76.0 million from $1.73 billion at December 31, 2015 and a decrease of $5.7 million from $1.66 billion at September 30, 2015. Total assets were elevated at December 31, 2015 due to a year end seasonal inflow of business and municipal deposits. Total loans were $1.24 billion at September 30, 2016, an increase of $24.6 million from $1.21 billion at December 31, 2015 and an increase of $43.5 million from $1.19 billion at September 30, 2015.

Commercial loans increased by $41.1 million from September 30, 2015 to September 30, 2016, along with an increase of $2.4 million in our residential mortgage and consumer loan portfolios. Commercial real estate loans decreased by $5.0 million and commercial and industrial loans increased by $46.1 million during the same period.

The composition of the commercial loan portfolio is shown in the table below:

| Dollars in 000s | Sept 30, 2016 | Jun 30, 2016 | Mar 31, 2016 | Dec 31, 2015 | Sept 30, 2015 |
|---|---|---|---|---|---|
| Construction and Development | $ 76,077 | $ 74,339 | $ 73,621 | $ 74,210 | $ 77,320 |
| Other Commercial Real Estate | 423,991 | 439,036 | 443,095 | 434,462 | 427,797 |
| Commercial Loans Secured by Real Estate | 500,068 | 513,375 | 516,716 | 508,672 | 505,117 |
| Commercial and Industrial | 423,102 | 381,058 | 388,625 | 377,298 | 376,966 |
| Total Commercial Loans | $ 923,170 | $ 894,433 | $ 905,341 | $ 885,970 | $ 882,083 |
| | | | | | |
| Residential Developer Loans (a) | $ 26,890 | $ 29,771 | $ 28,521 | $ 30,112 | $ 32,147 |

(a) Represents the amount of loans to residential developers secured by single family residential property which is included in commercial loans secured by real estate.

At September 30, 2016, total performing loans amounted to $1.24 billion, an increase of $39.0 million from December 31, 2015 and an increase of $47.5 million from September 30, 2015.

Total deposits were $1.36 billion at September 30, 2016, down $76.9 million from $1.44 billion at December 31, 2015 and were down $8.2 million from $1.37 billion at September 30, 2015. The decrease in total deposits from December 31, 2015 was primarily in demand deposits and money market deposits for municipal and business customers deploying their seasonal increase of year-end deposits in the first quarter of 2016. The decrease in total deposits from September 30, 2015 were due to a lower level of deposits held by municipal customers. Higher costing time deposits were also down $13.7 million from December 31, 2015. The Bank continues to be successful at attracting and retaining core deposit customers. Customer deposit accounts remain insured to the highest levels available under FDIC deposit insurance.

The Bank's risk-based regulatory capital ratios were slightly higher at September 30, 2016 compared to September 30, 2015 and December 31, 2015 due to earnings growth, and continue to be at levels comfortably above those required to be categorized as “well capitalized” under applicable regulatory capital guidelines. As such, the Bank was categorized as "well capitalized" at September 30, 2016.

**About Macatawa Bank**

Headquartered in Holland, Mich., Macatawa Bank offers a full range of banking, retail and commercial lending, wealth management and ecommerce services to individuals, businesses and governmental entities from a network of 26 full-service branches located throughout communities in Kent, Ottawa and northern Allegan counties. The bank is recognized for its local management team and decision making, along with providing customers excellent service, a rewarding experience and superior financial products. Macatawa Bank has been recognized for the past five consecutive years as “West Michigan’s 101 Best and Brightest Companies to Work For”. For more information, visit www.macatawabank.com.

**Use of Non-GAAP Financial Measures**

The presentation of net interest margin on a fully tax equivalent (“FTE”) basis is not in accordance with GAAP but is customary in the banking industry. Management believes this non-GAAP measure is useful because it ensures comparability of yields on taxable and tax-exempt investment securities. For further information see “Reconciliation of Net Interest Margin, Fully Taxable Equivalent (Non-GAAP)” in the Selected Consolidated Financial Data section that follows.

**MACATAWA BANK CORPORATION**
**CONSOLIDATED FINANCIAL SUMMARY**
(Unaudited)
(Dollars in thousands except per share information)

| EARNINGS SUMMARY | Quarterly 3rd Qtr 2016 | 2nd Qtr 2016 | 3rd Qtr 2015 | Nine Months Ended September 30 2016 | 2015 |
|---|---|---|---|---|---|
| Total interest income | $ 13,122 | $ 12,873 | $ 12,427 | $ 39,003 | $ 36,676 |
| Total interest expense | 1,220 | 1,265 | 1,306 | 3,755 | 4,058 |
| Net interest income | 11,902 | 11,608 | 11,121 | 35,248 | 32,618 |
| Provision for loan losses | (250) | (750) | (250) | (1,100) | (1,750) |
| Net interest income after provision for loan losses | 12,152 | 12,358 | 11,371 | 36,348 | 34,368 |
| | | | | | |
| NON-INTEREST INCOME | | | | | |
| Deposit service charges | 1,152 | 1,112 | 1,150 | 3,312 | 3,248 |
| Net gains on mortgage loans | 1,175 | 572 | 705 | 2,235 | 2,249 |
| Trust fees | 790 | 788 | 711 | 2,286 | 2,168 |
| Other | 1,958 | 2,064 | 1,918 | 6,386 | 5,626 |
| Total non-interest income | 5,075 | 4,536 | 4,484 | 14,219 | 13,291 |
| | | | | | |
| NON-INTEREST EXPENSE | | | | | |
| Salaries and benefits | 6,166 | 6,168 | 6,158 | 18,521 | 18,474 |
| Occupancy | 901 | 901 | 948 | 2,784 | 2,823 |
| Furniture and equipment | 772 | 839 | 835 | 2,476 | 2,431 |
| FDIC assessment | 166 | 220 | 283 | 638 | 854 |
| Problem asset costs, including losses | 325 | 460 | 233 | 1,196 | 1,313 |
| Other | 2,943 | 2,882 | 2,797 | 8,679 | 8,443 |
| Total non-interest expense | 11,273 | 11,470 | 11,254 | 34,294 | 34,338 |
| Income before income tax | 5,954 | 5,424 | 4,601 | 16,273 | 13,321 |
| Income tax expense | 1,350 | 1,679 | 1,400 | 4,429 | 4,065 |
| **Net income** | $ 4,604 | $ 3,745 | $ 3,201 | $ 11,844 | $ 9,256 |
| | | | | | |
| Basic earnings per common share | $ 0.14 | $ 0.11 | $ 0.09 | $ 0.35 | $ 0.27 |
| Diluted earnings per common share | $ 0.14 | $ 0.11 | $ 0.09 | $ 0.35 | $ 0.27 |
| Return on average assets | 1.10% | 0.91% | 0.77% | 0.95% | 0.77% |
| Return on average equity | 11.50% | 9.56% | 8.64% | 10.06% | 8.44% |
| Net interest margin (fully taxable equivalent)(1) | 3.08% | 3.08% | 2.92% | 3.09% | 3.00% |
| Efficiency ratio | 66.40% | 71.05% | 72.12% | 69.33% | 74.80% |

| BALANCE SHEET DATA<br>**Assets** | September 30<br>2016 | June 30<br>2016 | September 30<br>2015 |
|---|---|---|---|
| Cash and due from banks | $ 31,879 | $ 30,045 | $ 23,468 |
| Federal funds sold and other short-term investments | 25,872 | 94,888 | 100,285 |
| Interest-bearing time deposits in other financial institutions | --- | --- | 20,000 |
| Securities available for sale | 184,403 | 173,580 | 161,515 |
| Securities held to maturity | 58,893 | 49,373 | 40,434 |
| Federal Home Loan Bank Stock | 11,558 | 11,558 | 11,558 |
| Loans held for sale | 2,013 | 1,138 | 2,895 |
| Total loans | 1,236,395 | 1,211,844 | 1,192,878 |
| Less allowance for loan loss | 16,847 | 16,959 | 18,217 |
| Net loans | 1,219,548 | 1,194,885 | 1,174,661 |
| Premises and equipment, net | 50,174 | 50,639 | 51,725 |
| Bank-owned life insurance | 39,088 | 28,942 | 28,697 |
| Other real estate owned | 13,110 | 14,066 | 25,671 |
| Other assets | 17,148 | 17,433 | 18,430 |
| | | | |
| **Total Assets** | $ 1,653,686 | $ 1,666,547 | $ 1,659,339 |
| | | | |
| **Liabilities and Shareholders' Equity** | | | |
| Noninterest-bearing deposits | $ 455,164 | $ 451,644 | $ 442,316 |
| Interest-bearing deposits | 903,463 | 903,434 | 924,533 |
| Total deposits | 1,358,627 | 1,355,078 | 1,366,849 |
| Other borrowed funds | 84,173 | 104,840 | 96,169 |
| Long-term debt | 41,238 | 41,238 | 41,238 |
| Other liabilities | 7,403 | 6,929 | 5,350 |
| **Total Liabilities** | 1,491,441 | 1,508,085 | 1,509,606 |
| | | | |
| Shareholders' equity | 162,245 | 158,462 | 149,733 |
| | | | |
| **Total Liabilities and Shareholders' Equity** | $ 1,653,686 | $ 1,666,547 | $ 1,659,339 |

(1) Net interest margin on a fully taxable equivalent basis is a non-GAAP measure. For more information please refer to RECONCILIATION OF NET INTEREST MARGIN, FULLY TAXABLE EQUIVALENT (NON-GAAP) section below.

**MACATAWA BANK CORPORATION**
**SELECTED CONSOLIDATED FINANCIAL DATA**
(Unaudited)
(Dollars in thousands except per share information)

| | Quarterly | | | | | Year to Date | |
|---|---|---|---|---|---|---|---|
| | **3rd Qtr 2016** | **2nd Qtr 2016** | **1st Qtr 2016** | **4th Qtr 2015** | **3rd Qtr 2015** | **2016** | **2015** |
| **EARNINGS SUMMARY** | | | | | | | |
| Net interest income | $ 11,902 | $ 11,608 | $ 11,738 | $ 11,461 | $ 11,121 | $ 35,248 | $ 32,618 |
| Provision for loan losses | (250) | (750) | (100) | (1,750) | (250) | (1,100) | (1,750) |
| Total non-interest income | 5,075 | 4,536 | 4,608 | 4,503 | 4,484 | 14,219 | 13,291 |
| Total non-interest expense | 11,273 | 11,470 | 11,551 | 12,615 | 11,254 | 34,294 | 34,338 |
| Federal income tax expense | 1,350 | 1,679 | 1,400 | 1,561 | 1,400 | 4,429 | 4,065 |
| Net income | $ 4,604 | $ 3,745 | $ 3,495 | $ 3,538 | $ 3,201 | $ 11,844 | $ 9,256 |
| Basic earnings per common share | $ 0.14 | $ 0.11 | $ 0.10 | $ 0.10 | $ 0.09 | $ 0.35 | $ 0.27 |
| Diluted earnings per common share | $ 0.14 | $ 0.11 | $ 0.10 | $ 0.10 | $ 0.09 | $ 0.35 | $ 0.27 |
| **MARKET DATA** | | | | | | | |
| Book value per common share | $ 4.78 | $ 4.67 | $ 4.58 | $ 4.48 | $ 4.42 | $ 4.78 | $ 4.42 |
| Tangible book value per common share | $ 4.78 | $ 4.67 | $ 4.58 | $ 4.48 | $ 4.42 | $ 4.78 | $ 4.42 |
| Market value per common share | $ 7.99 | $ 7.42 | $ 6.25 | $ 6.05 | $ 5.18 | $ 7.99 | $ 5.18 |
| Average basic common shares | 33,921,599 | 33,922,506 | 33,925,113 | 33,891,429 | 33,866,789 | 33,923,067 | 33,866,789 |
| Average diluted common shares | 33,921,599 | 33,922,506 | 33,925,113 | 33,891,429 | 33,866,789 | 33,923,067 | 33,866,789 |
| Period end common shares | 33,920,740 | 33,922,289 | 33,925,113 | 33,925,113 | 33,866,789 | 33,920,740 | 33,866,789 |
| **PERFORMANCE RATIOS** | | | | | | | |
| Return on average assets | 1.10% | 0.91% | 0.84% | 0.85% | 0.77% | 0.95% | 0.77% |
| Return on average equity | 11.50% | 9.56% | 9.06% | 9.40% | 8.64% | 10.06% | 8.44% |
| Net interest margin (fully taxable equivalent) | 3.08% | 3.08% | 3.09% | 3.03% | 2.92% | 3.09% | 3.00% |
| Efficiency ratio | 66.40% | 71.05% | 70.67% | 79.02% | 72.12% | 69.33% | 74.80% |
| Full-time equivalent employees (period end) | 337 | 343 | 338 | 342 | 347 | 337 | 347 |
| **ASSET QUALITY** | | | | | | | |
| Gross charge-offs | $ 46 | $ 36 | $ 76 | $ 252 | $ 170 | $ 158 | $ 450 |
| Net charge-offs | $ (138) | $ (580) | $ (148) | $ (614) | $ (285) | $ (866) | $ (1,005) |
| Net charge-offs to average loans (annualized) | -0.05% | -0.19% | -0.05% | -0.21% | -0.10% | -0.10% | -0.12% |
| Nonperforming loans | $ 233 | $ 350 | $ 427 | $ 756 | $ 4,211 | $ 233 | $ 4,211 |
| Other real estate and repossessed assets | $ 13,110 | $ 14,066 | $ 16,162 | $ 17,572 | $ 25,671 | $ 13,110 | $ 25,671 |
| Nonperforming loans to total loans | 0.02% | 0.03% | 0.04% | 0.06% | 0.35% | 0.02% | 0.35% |
| Nonperforming assets to total assets | 0.81% | 0.87% | 1.01% | 1.06% | 1.80% | 0.81% | 1.80% |
| Allowance for loan losses | $ 16,847 | $ 16,959 | $ 17,129 | $ 17,081 | $ 18,217 | $ 16,847 | $ 18,217 |
| Allowance for loan losses to total loans | 1.36% | 1.40% | 1.41% | 1.43% | 1.53% | 1.36% | 1.53% |
| Allowance for loan losses to nonperforming loans | 7230.47% | 4845.43% | 4011.48% | 2259.39% | 432.61% | 7230.47% | 432.61% |
| **CAPITAL** | | | | | | | |
| Average equity to average assets | 9.53% | 9.47% | 9.27% | 9.07% | 8.89% | 9.43% | 9.11% |
| Common equity tier 1 to risk weighted assets (Consolidated) | 11.25% | 11.14% | 10.95% | 10.75% | 10.54% | 11.25% | 10.54% |
| Tier 1 capital to average assets (Consolidated) | 11.97% | 11.93% | 11.69% | 11.54% | 11.34% | 11.97% | 11.34% |
| Total capital to risk-weighted assets (Consolidated) | 15.23% | 15.18% | 15.01% | 14.80% | 14.61% | 15.23% | 14.61% |
| Common equity tier 1 to risk weighted assets (Bank) | 13.71% | 13.59% | 13.41% | 13.22% | 12.98% | 13.71% | 12.98% |
| Tier 1 capital to average assets (Bank) | 11.64% | 11.61% | 11.38% | 11.24% | 11.03% | 11.64% | 11.03% |
| Total capital to risk-weighted assets (Bank) | 14.90% | 14.80% | 14.63% | 14.43% | 14.23% | 14.90% | 14.23% |
| Tangible common equity to assets | 9.82% | 9.52% | 9.47% | 8.79% | 9.03% | 9.82% | 9.03% |
| **END OF PERIOD BALANCES** | | | | | | | |
| Total portfolio loans | $ 1,236,395 | $ 1,211,844 | $ 1,216,184 | $ 1,197,932 | $ 1,192,878 | $ 1,236,395 | $ 1,192,878 |
| Earning assets | 1,514,797 | 1,539,877 | 1,518,752 | 1,602,599 | 1,527,714 | 1,514,797 | 1,527,714 |
| Total assets | 1,653,686 | 1,666,547 | 1,639,985 | 1,729,643 | 1,659,339 | 1,653,686 | 1,659,339 |
| Deposits | 1,358,627 | 1,355,078 | 1,340,834 | 1,435,512 | 1,366,849 | 1,358,627 | 1,366,849 |
| Total shareholders' equity | 162,245 | 158,462 | 155,241 | 151,977 | 149,733 | 162,245 | 149,733 |
| **AVERAGE BALANCES** | | | | | | | |
| Total portfolio loans | $ 1,215,953 | $ 1,212,836 | $ 1,202,682 | $ 1,190,328 | $ 1,155,339 | $ 1,210,511 | $ 1,138,333 |
| Earning assets | 1,555,550 | 1,531,535 | 1,539,166 | 1,527,116 | 1,532,562 | 1,542,133 | 1,469,838 |
| Total assets | 1,680,097 | 1,654,325 | 1,663,590 | 1,660,869 | 1,667,736 | 1,666,055 | 1,604,589 |
| Deposits | 1,377,462 | 1,346,703 | 1,365,881 | 1,365,990 | 1,376,257 | 1,363,400 | 1,316,996 |
| Total shareholders' equity | 160,196 | 156,664 | 154,244 | 150,583 | 148,214 | 157,046 | 146,242 |
| **RECONCILIATION OF NET INTEREST MARGIN, FULLY TAXABLE EQUIVALENT (NON-GAAP)** | | | | | | | |
| Net interest income | $ 11,902 | $ 11,608 | $ 11,738 | $ 11,461 | $ 11,121 | $ 35,248 | $ 32,618 |
| Plus taxable equivalent adjustment | 193 | 189 | 186 | 190 | 169 | 567 | 477 |
| Net interest income - taxable equivalent | $ 12,095 | $ 11,797 | $ 11,924 | $ 11,651 | $ 11,290 | $ 35,815 | $ 33,095 |
| Net interest margin (GAAP) | 3.04% | 3.04% | 3.06% | 2.98% | 2.88% | 3.04% | 2.97% |
| Net interest margin (FTE) - non-GAAP | 3.08% | 3.08% | 3.09% | 3.03% | 2.92% | 3.09% | 3.00% |