

IMCB 8-K 11/7/2008

Section 1: 8-K (FORM 8-K)

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):
November 7, 2008

INTERMOUNTAIN COMMUNITY BANCORP

(Exact name of registrant as specified in its charter)

Idaho

(State or other jurisdiction of incorporation)

000-50667

(Commission File Number)

82-0499463

IRS Employer Identification No.

414 Church Street

Sandpoint, Idaho 83864

(Address of principal executive offices) (zip code)

Registrant's telephone number, including area code: (208) 263-0505

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligations of the registrant under any of the following provisions (see General Instruction A.2 below):

- 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 of (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act of (17 CFR 240.13e-4(c))
-
-

TABLE OF CONTENTS

[Item 8.01 Other Events](#)

[Item 9.01 — Financial Statements and Exhibits](#)

[SIGNATURES](#)

[EX-99.1](#)

[Table of Contents](#)

Item 8.01 Other Events

On November 7, 2008, we issued a press release that Intermountain Community Bancorp ("Intermountain") received preliminary approval from the U.S. Department of the Treasury to receive additional capital by participating in the Treasury's Capital Purchase Program. Under the program, Intermountain could issue to the U.S. Treasury up to \$27 million in senior preferred shares as well as warrants to purchase common stock. Receipt of the funding is subject to Intermountain's shareholders approving an amendment to its Articles of Incorporation to provide for the issuance of preferred stock, as well as the acceptance of the terms of the agreement and satisfaction of closing conditions. Intermountain will hold a special meeting of its shareholders and to that end, has filed preliminary proxy materials with the Securities and Exchange Commission.

A copy of the press release is attached as Exhibit 99.1 to this Report and is incorporated in its entirety by reference.

Item 9.01 — Financial Statements and Exhibits

- (a) Financial statements — not applicable.
- (b) Pro forma financial information — not applicable.
- (c) Shell company transactions — not applicable
- (d) Exhibits:

99.1 Press Release dated November 7, 2008 announcing Intermountain's selection to participate in the U.S. Treasury's Capital Purchase Program.

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: November 12, 2008

INTERMOUNTAIN COMMUNITY BANCORP

By: /s/ Douglas Wright

Douglas Wright
Executive Vice President and Chief Financial
Officer

3

Section 2: EX-99.1 (EX-99.1)

Exhibit 99.1



CONTACT: Doug Wright
Executive Vice President, Chief Financial Officer
Intermountain Community Bancorp
(509) 363-2635
dougw@intermountainbank.com

**INTERMOUNTAIN COMMUNITY BANCORP SELECTED FOR PRELIMINARY APPROVAL FOR UP
TO \$27 MILLION FROM THE US TREASURY'S CAPITAL PURCHASE PROGRAM**

SANDPOINT, Idaho – November 7, 2008 – Intermountain Community Bancorp (OTCBB – IMCB.OB) the holding company for Panhandle State Bank, the largest locally owned state bank in Idaho, today announced approval for participation in the Treasury Department's voluntary Capital Purchase Program. As a participant in the program, Intermountain may issue up to \$27 million in preferred stock with warrants to purchase up to approximately \$4 million in common stock.

As a condition of the approval, Intermountain will call a Special Meeting of its shareholders to approve amending its Articles of Incorporation to provide for the issuance of preferred stock, and will file proxy materials with the Securities and Exchange Commission for that purpose.

President and Chief Executive Officer Curt Hecker said, "We are pleased to have been selected as one of the first community banks deemed strong enough to receive preliminary approval for participation in the program, which is designed to promote confidence in the banking system and to revitalize lending. While our capital position is already strong, this new equity will increase our capacity to lend and enhance our competitive position. The capital is offered at favorable market terms. As such, it will serve as relatively low cost insurance against the uncertain economic times we face, and give us an advantage with respect to future opportunities. Our shareholders, customers and employees can consider this opportunity to acquire capital as a compliment to our ability to successfully operate under difficult economic conditions. We will continue to evaluate our participation in the program, and will make a final determination to participate in the program and decide the amount of capital that the company can most appropriately utilize."

Additional information on Intermountain Community Bancorp, and its internet banking services, can be found at www.intermountainbank.com.

This news release contains forward-looking statements within the Private Securities Litigation Reform Act of 1995. Such forward-looking statements may include but are not limited to statements about the Company's plans, objectives, expectations and intentions and other statements contained in this report that are not historical facts. These forward-looking statements are inherently subject to significant business, economic and competitive uncertainties and contingencies, many of which are beyond the Company's control. Actual results may differ materially from the results discussed in these forward-looking statements because of numerous possible risks and uncertainties. These include but are not limited to: the possibility of adverse economic developments that may, among other things, increase default and delinquency risks in the Company's loan portfolio; shifts in interest rates that may result in lower interest rate margins; shifts in the demand for the Company's loan and other products; lower-than-expected revenue or cost savings in connection with acquisitions; changes in accounting policies; changes in the monetary and fiscal policies of the federal government; and changes in laws, regulations and the competitive environment.