UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 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): April 22, 2024

CAPITAL CITY BANK GROUP, INC.

(Exact name of registrant as specified in its charter)

Florida	0-13358	59-2273542
(State of Incorporation)	(Commission File Number)	(IRS Employer Identification No.)

217 North Monroe Street, Tallahassee, Florida	32301
(Address of principal executive offices	(Zip Code)

Registrant's telephone number, including area code: (850) 402-7821

(Former Name or Former Address, if Changed Since Last Report)

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 (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 (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))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Stock, Par value $0.01	CCBG	Nasdaq Stock Market, LLC

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company ☐

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards pursuant to Section 13(a) of The Exchange Act. ☐

CAPITAL CITY BANK GROUP, INC.

FORM 8- K
CURRENT REPORT

Item 2.02. Results of Operations and Financial Condition.

On April 22, 2024, Capital City Bank Group, Inc. ("CCBG") issued an earnings press release reporting CCBG's financial results for the three-month period ended March 31, 2024. A copy of the press release is attached as Exhibit 99.1 hereto and incorporated herein by reference.

The information furnished under Item 2.02 of this Current Report, including the Exhibits attached hereto, shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, except as shall be expressly set forth by specific reference in such filing.

Item 9.01. Financial Statements and Exhibits.

(d) ***Exhibits*.**

Item No.	Description of Exhibit
99.1	Press release, dated April 22, 2024.

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.

CAPITAL CITY BANK GROUP, INC.

Date: April 22, 2024

By: /s/ Jeptha E. Larkin
Jeptha E. Larkin,
Executive Vice President and Chief Financial Officer

EXHIBIT INDEX

Exhibit Number	Description
99.1	Press release, dated April 22, 2024

Capital City Bank Group, Inc.
Reports First Quarter 2024 Results

TALLAHASSEE, Fla. (April 22, 2024) – Capital City Bank Group, Inc. (NASDAQ: CCBG) today reported net income attributable to common shareowners of $12.6 million, or $0.74 per diluted share, for the first quarter of 2024 compared to $11.7 million, or $0.70 per diluted share, for the fourth quarter of 2023, and $13.7 million, or $0.80 per diluted share, for the first quarter of 2023.

QUARTER HIGHLIGHTS (1st Quarter 2024 versus 4th Quarter 2023)

Income Statement

- *Tax-equivalent net interest income totaled $38.4 million compared to $39.3 million for the prior quarter reflective of one less calendar day and higher deposit cost – total deposit cost increased 19 basis points to 85 basis points – net interest margin decreased six basis points to 4.01%*
- *Stable credit quality metrics and lower loan growth drove a $1.1 million reduction in credit loss provision - net loan charge-offs were 22 basis points (annualized) of average loans – allowance coverage ratio of 1.07%*
- *Noninterest income increased $0.9 million, or 5.5%, due to higher mortgage banking revenues and wealth management fees*
- *Noninterest expense was well controlled with a $0.2 million, or 0.5%, increase for the quarter*

Balance Sheet

- *Loan balances grew $17.4 million, or 0.6% (average), and declined $2.7 million, or 0.1% (end of period)*
- *Deposit balances increased by $28.0 million, or 0.8% (average), and decreased $47.0 million, or 1.3% (end of period)*
- *Tangible book value per diluted share (non-GAAP financial measure) increased $0.52, or 2.5% - accumulated other comprehensive loss remained stable*
- *Repurchased 82,540 shares of common stock*

"Overall, we are pleased with the first quarter as we realized solid earnings and capital growth," said William G. Smith, Jr., Chairman, President, CEO of Capital City Bank Group. "Credit quality remained stable, average deposits grew, and the dividend increased 5 percent. While the operating environment remains challenging, we believe we are well positioned and have strategies in place to achieve a solid year of performance."

Discussion of Operating Results

Net Interest Income/Net Interest Margin

Tax-equivalent net interest income for the first quarter of 2024 totaled $38.4 million, compared to $39.3 million for the fourth quarter of 2023, and $40.5 million for the first quarter of 2023. Compared to both prior periods, the decline was primarily attributable to an increase in deposit interest expense, partially offset by higher loan interest income. The increase in deposit interest expense was primarily attributable to higher average money market balances and to a lesser extent certificates of deposit ("CD") balances and reflected a combination of re-mix from other deposit categories and higher rates for these products. The increase in loan interest income reflected existing loans re-pricing at higher rates and new loan volume at higher rates. Further, the first quarter of 2024 had one less calendar day compared to the fourth quarter of 2023 and one additional calendar day compared to the first quarter of 2023.

Our net interest margin for the first quarter of 2024 was 4.01%, a decrease of six basis points from the fourth quarter of 2023 and a decrease of three basis points from the first quarter of 2023. The decrease compared to both prior periods primarily reflected higher deposit cost related to re-mix within the deposit base and higher rates paid on deposits, partially offset by higher yields from new loan volume and loan repricing at higher rates. For the first quarter of 2024, our cost of funds was 88 basis points, an increase of 15 basis points over the fourth quarter of 2023 and an increase of 53 basis points over the first quarter of 2023. Our cost of deposits (including noninterest bearing accounts) was 85 basis points, 66 basis points, and 26 basis points, respectively, for the same periods.

Provision for Credit Losses

We recorded a provision for credit losses of $0.9 million for the first quarter of 2024 compared to $2.0 million for the fourth quarter of 2023 and $3.1 million for the first quarter of 2023. The decrease in the provision compared to both prior periods was primarily attributable to a lower level of reserves required for new loans, favorable loan grade migration, and lower loss rates. We discuss the allowance for credit losses further below.

Noninterest Income and Noninterest Expense

Noninterest income for the first quarter of 2024 totaled $18.1 million compared to $17.2 million for the fourth quarter of 2023 and $17.8 million for the first quarter of 2023. The $0.9 million increase over the fourth quarter of 2023 was due to a $0.5 million increase in mortgage banking revenues and a $0.4 million increase in wealth management fees. Compared to the first quarter of 2023, the $0.3 million increase was primarily attributable to higher wealth management fees of $0.7 million partially offset by lower other income of $0.3 million. For both prior period comparisons, the increase in mortgage banking revenues reflected a higher volume of rate locks and third-party loan sales. A combination of higher trust fees, retail brokerage fees, and insurance commissions drove the increase in wealth management fees over the fourth quarter of 2023. Higher retail brokerage fees of $0.4 million and trust fees of $0.2 million drove the increase over the first quarter of 2023. The decrease in other income was primarily due to lower loan servicing income and miscellaneous income.

Noninterest expense for the first quarter of 2024 totaled $40.2 million compared to $40.0 million for the fourth quarter of 2023 and $37.7 million for the first quarter of 2023. The $0.2 million increase over the fourth quarter of 2023 reflected a $0.6 million increase in compensation expense that was partially offset by decreases in occupancy expense of $0.1 million and other expense of $0.3 million. The increase in compensation expense was primarily attributable to higher payroll taxes (annual re-set) and 401k plan matching expense. Compared to the first quarter of 2023, the $2.5 million increase reflected higher other expense as we realized a $1.8 million gain from the sale of other real estate (banking office) in the first quarter of 2023. Further, compensation expense was $0.9 million higher primarily due to a lower level of realized loan cost (credit offset to salary expense) due to decreased new loan production.

Income Taxes

We realized income tax expense of $3.5 million (effective rate of 23.0%) for the first quarter of 2024 compared to $2.9 million (effective rate of 20.3%) for the fourth quarter of 2023 and $3.7 million (effective rate of 21.3%) for the first quarter of 2023. The increase in our effective tax rate for the first quarter of 2024 compared to both prior periods was primarily due to a lower level of tax benefit accrued from an investment in a solar tax credit equity fund. Absent discrete items or new tax credit investments, we expect our annual effective tax rate to approximate 23% for 2024.

Discussion of Financial Condition

Earning Assets

Average earning assets totaled $3.850 billion for the first quarter of 2024, an increase of $25.6 million, or 0.7%, over the fourth quarter of 2023, and a decrease of $213.1 million, or 5.2%, from the first quarter of 2023. The variance for both prior period comparisons was driven by change in deposit balances (see below – *Deposits*). Compared to both prior periods, the mix of earning assets improved as overnight funds were utilized to fund loan growth.

Average loans held for investment ("HFI") increased $17.4 million, or 0.6%, over the fourth quarter of 2023 and $146.2 million, or 5.7%, over the first quarter of 2023. Compared to both prior periods, the increase was primarily due to an increase in residential loans partially offset by a decline in consumer loans (primarily auto). Period end loans decreased $2.7 million, or 0.1%, from the fourth quarter of 2023 and increased $74.0 million, or 2.8%, over the first quarter of 2023. The decrease from the fourth quarter of 2023 was primarily due to lower consumer (auto) loan portfolio balances partially offset by growth in residential loans. Compared to the first quarter of 2023, the increase reflected growth in residential loans and, to a lesser extent, commercial real estate loans partially offset by lower consumer (auto) loan balances.

Allowance for Credit Losses

At March 31, 2024, the allowance for credit losses for HFI loans totaled $29.3 million compared to $29.9 million at December 31, 2023 and $26.8 million at March 31, 2023. Activity within the allowance is provided on Page 9. The decrease in the allowance from December 31, 2023 was primarily due to favorable loan grade migration, lower loss rates, and a combination of lower loan balances and shift in mix within the portfolio. Compared to March 31, 2023, the increase was primarily driven by loan growth. At March 31, 2024, the allowance represented 1.07% of HFI loans compared to 1.10% at December 31, 2023, and 1.01% at March 31, 2023.

Credit Quality

Overall credit quality remained stable. Nonperforming assets (nonaccrual loans and other real estate) totaled $6.8 million at March 31, 2024 compared to $6.2 million at December 31, 2023 and $4.6 million at March 31, 2023. At March 31, 2024, nonperforming assets as a percent of total assets equaled 0.16%, compared to 0.15% at December 31, 2023 and 0.10% at March 31, 2023. Nonaccrual loans totaled $6.8 million at March 31, 2024, a $0.6 million increase over December 31, 2023 and a $2.2 million increase over March 31, 2023. Further, classified loans totaled $22.3 million at March 31, 2024, a $0.1 million increase over December 31, 2023 and a $10.1 million increase over March 31, 2023.

Deposits

Average total deposits were $3.577 billion for the first quarter of 2024, an increase of $28.0 million, or 0.8%, over the fourth quarter of 2023 and a decrease of $240.8 million, or 6.3%, from the first quarter of 2023. Compared to the fourth quarter of 2023, the increase reflected a higher average balance for public funds (municipal clients - primarily NOW accounts) which typically peak late in the fourth quarter. Further, we realized growth in both our money market and CD balances which reflected a combination of balances migrating from noninterest bearing and savings accounts, in addition to receiving new deposits from existing and new clients. Compared to the first quarter of 2023, the decrease was primarily attributable to lower noninterest bearing and savings accounts, partially offset by increases in money market and CD balances. The decrease in noninterest bearing and savings accounts reflected a combination of consumer/business spend of pandemic related stimulus funds and rate sensitive clients seeking higher yields, partially offset by the aforementioned migration to higher rate deposit products (money market and CD). We continue to closely monitor our cost of deposits and deposit mix as we manage through this higher interest rate environment.

Liquidity

The Bank maintained an average net overnight funds (deposits with banks plus FED funds sold less FED funds purchased) sold position of $140.5 million in the first quarter of 2024 compared to $99.8 million in the fourth quarter of 2023 and $361.0 million in the first quarter of 2023. Compared to the fourth quarter of 2023, the increase was driven by average deposit growth and investment portfolio run-off, partially offset by average loan growth. Compared to the first quarter of 2023, the decrease was attributable to lower average deposit balances and growth in our loan portfolio, partially offset by investment portfolio run-off.

At March 31, 2024, we had the ability to generate approximately $1.542 billion (excludes overnight funds position of $231 million) in additional liquidity through various sources including various federal funds purchased lines, Federal Home Loan Bank borrowings, the Federal Reserve Discount Window, and brokered deposits.

We also view our investment portfolio as a liquidity source as we have the option to pledge securities in our portfolio as collateral for borrowings or deposits, and/or to sell selected securities in our portfolio. Our portfolio consists of debt issued by the U.S. Treasury, U.S. governmental agencies, municipal governments, and corporate entities. At March 31, 2024, the weighted-average maturity and duration of our portfolio were 2.76 and 2.39 years, respectively, and the available-for-sale portfolio had a net unrealized tax-effected loss of $26.0 million.

Capital

Shareowners' equity was $448.3 million at March 31, 2024 compared to $440.6 million at December 31, 2023 and $403.3 million at March 31, 2023. For the first three months of 2024, shareowners' equity was positively impacted by net income attributable to shareowners of $12.6 million, net adjustments totaling $0.6 million related to transactions under our stock compensation plans, stock compensation accretion of $0.4 million, and a $0.3 million increase in the fair value of the interest rate swap related to subordinated debt. Shareowners' equity was reduced by a common stock dividend of $3.6 million ($0.21 per share), the repurchase of stock of $2.3 million (82,540 shares), and a $0.3 million increase in the net unrealized loss on available for sale securities.

At March 31, 2024, our total risk-based capital ratio was 16.84% compared to 16.57% at December 31, 2023 and 15.29% at March 31, 2023. Our common equity tier 1 capital ratio was 13.82%, 13.52%, and 12.40%, respectively, on these dates. Our leverage ratio was 10.45%, 10.30%, and 9.09%, respectively, on these dates. At March 31, 2024, all our regulatory capital ratios exceeded the thresholds to be designated as "well-capitalized" under the Basel III capital standards. Further, our tangible common equity ratio (non-GAAP financial measure) was 8.53% at March 31, 2024 compared to 8.26% and 7.20% at December 31, 2023 and March 31, 2023, respectively. If our unrealized held-to-maturity securities losses of $21.6 million (after-tax) were recognized in accumulated other comprehensive loss, our adjusted tangible capital ratio would be 8.01%.

About Capital City Bank Group, Inc.

Capital City Bank Group, Inc. (NASDAQ: CCBG) is one of the largest publicly traded financial holding companies headquartered in Florida and has approximately $4.3 billion in assets. We provide a full range of banking services, including traditional deposit and credit services, mortgage banking, asset management, trust, merchant services, bankcards, securities brokerage services and financial advisory services, including the sale of life insurance, risk management and asset protection services. Our bank subsidiary, Capital City Bank, was founded in 1895 and now has 63 banking offices and 104 ATM s/ITMs in Florida, Georgia and Alabama. For more information about Capital City Bank Group, Inc., visit www.ccbg.com.

FORWARD-LOOKING STATEMENTS

Forward-looking statements in this Press Release are based on current plans and expectations that are subject to uncertainties and risks, which could cause our future results to differ materially. The words “may,” “could,” “should,” “would,” “believe,” “anticipate,” “estimate,” “expect,” “intend,” “plan,” “target,” “vision,” “goal,” and similar expressions are intended to identify forward-looking statements. The following factors, among others, could cause our actual results to differ: our ability to successfully manage credit risk, interest rate risk, liquidity risk, and other risks inherent to our industry; legislative or regulatory changes; adverse developments in the financial services industry generally, such as bank failures and any related impact on depositor behavior; the effects of changes in the level of checking or savings account deposits and the competition for deposits on our funding costs, net interest margin and ability to replace maturing deposits and advances, as necessary; inflation, interest rate, market and monetary fluctuations; uncertainty in the pricing of residential mortgage loans that we sell, as well as competition for the mortgage servicing rights related to these loans and related interest rate risk or price risk resulting from retaining mortgage servicing rights and the potential effects of higher interest rates on our loan origination volumes; the effects of actions taken by governmental agencies to stabilize the recent volatility in the financial system and the effectiveness of such actions; changes in monetary and fiscal policies of the U.S. Government; the effects of security breaches and computer viruses that may affect our computer systems or fraud related to debit card products; the accuracy of our financial statement estimates and assumptions, including the estimates used for our allowance for credit losses, deferred tax asset valuation and pension plan; changes in our liquidity position; changes in accounting principles, policies, practices or guidelines; the frequency and magnitude of foreclosure of our loans; the effects of our lack of a diversified loan portfolio, including the risks of loan segments, geographic and industry concentrations; the strength of the United States economy in general and the strength of the local economies in which we conduct operations; our ability to declare and pay dividends, the payment of which is subject to our capital requirements; changes in the securities and real estate markets; structural changes in the markets for origination, sale and servicing of residential mortgages; our ability to retain key personnel; the effect of corporate restructuring, acquisitions or dispositions, including the actual restructuring and other related charges and the failure to achieve the expected gains, revenue growth or expense savings from such corporate restructuring, acquisitions or dispositions; the effects of natural disasters, harsh weather conditions (including hurricanes), widespread health emergencies (including pandemics, such as the COVID-19 pandemic), military conflict, terrorism, civil unrest or other geopolitical events; our ability to comply with the extensive laws and regulations to which we are subject, including the laws for each jurisdiction where we operate; the impact of the restatement of our previously issued consolidated statements of cash flows for the years ended December 31, 2021 and 2022 and for the each of the three month periods ended March 31, 2022 and 2023, six month periods ended June 30, 2022 and 2023 and nine month periods ended September 30, 2022 and 2023; any inability to implement and maintain effective internal control over financial reporting and/or disclosure control or inability to remediate our existing material weaknesses in our internal controls deemed ineffective; the willingness of clients to accept third-party products and services rather than our products and services and vice versa; increased competition and its effect on pricing; technological changes; the cost and effects of cybersecurity incidents or other failures, interruptions, or security breaches of our systems or those of our customers or third-party providers; the outcomes of litigation or regulatory proceedings; negative publicity and the impact on our reputation; changes in consumer spending and saving habits; growth and profitability of our noninterest income; the limited trading activity of our common stock; the concentration of ownership of our common stock; anti-takeover provisions under federal and state law as well as our Articles of Incorporation and our Bylaws; other risks described from time to time in our filings with the Securities and Exchange Commission; and our ability to manage the risks involved in the foregoing. Additional factors can be found in our Annual Report on Form 10-K for the fiscal year ended December 31, 2023, and our other filings with the SEC, which are available at the SEC’s internet site (http://www.sec.gov). Forward-looking statements in this Press Release speak only as of the date of the Press Release, and we assume no obligation to update forward-looking statements or the reasons why actual results could differ, except as may be required by law.

USE OF NON-GAAP FINANCIAL MEASURES
Unaudited

We present a tangible common equity ratio and a tangible book value per diluted share that removes the effect of goodwill and other intangibles resulting from merger and acquisition activity. We believe these measures are useful to investors because it allows investors to more easily compare our capital adequacy to other companies in the industry.

The GAAP to non-GAAP reconciliations are provided below.

(Dollars in Thousands, except per share data)		Mar 31, 2024	Dec 31, 2023	Sep 30, 2023	Jun 30, 2023	Mar 31, 2023
Shareowners' Equity (GAAP)		$ 448,314	$ 440,625	$ 419,706	$ 412,422	$ 403,260
Less: Goodwill and Other Intangibles (GAAP)		92,893	92,933	92,973	93,013	93,053
Tangible Shareowners' Equity (non-GAAP)	A	355,421	347,692	326,733	319,409	310,207
Total Assets (GAAP)		4,259,922	4,304,477	4,138,287	4,391,206	4,401,762
Less: Goodwill and Other Intangibles (GAAP)		92,893	92,933	92,973	93,013	93,053
Tangible Assets (non-GAAP)	B	$ 4,167,029	$ 4,211,544	$ 4,045,314	$ 4,298,193	$ 4,308,709
Tangible Common Equity Ratio (non-GAAP)	**A/B**	**8.53%**	**8.26%**	**8.08%**	**7.43%**	**7.20%**
Actual Diluted Shares Outstanding (GAAP)	C	16,947,204	17,000,758	16,997,886	17,025,023	17,049,913
Tangible Book Value per Diluted Share (non-GAAP)	**A/C**	**$ 20.97**	**$ 20.45**	**$ 19.22**	**$ 18.76**	**$ 18.19**

CAPITAL CITY BANK GROUP, INC.
EARNINGS HIGHLIGHTS
Unaudited

(Dollars in thousands, except per share data)	Three Months Ended Mar 31, 2024	Dec 31, 2023	Mar 31, 2023
EARNINGS			
Net Income Attributable to Common Shareowners	$ 12,557	$ 11,720	$ 13,709
Diluted Net Income Per Share	$ 0.74	$ 0.70	$ 0.80
PERFORMANCE			
Return on Average Assets (annualized)	1.21 %	1.12 %	1.26 %
Return on Average Equity (annualized)	11.07	10.69	13.76
Net Interest Margin	4.01	4.07	4.04
Noninterest Income as % of Operating Revenue	32.06	30.46	30.53
Efficiency Ratio	71.06 %	70.82 %	64.67 %
CAPITAL ADEQUACY			
Tier 1 Capital	15.67 %	15.37 %	14.23 %
Total Capital	16.84	16.57	15.29
Leverage	10.45	10.30	9.09
Common Equity Tier 1	13.82	13.52	12.40
Tangible Common Equity (1)	8.53	8.26	7.20
Equity to Assets	10.52 %	10.24 %	9.16 %
ASSET QUALITY			
Allowance as % of Non-Performing Loans	431.46 %	479.70 %	584.18 %
Allowance as a % of Loans HFI	1.07	1.10	1.01
Net Charge-Offs as % of Average Loans HFI	0.22	0.23	0.24
Nonperforming Assets as % of Loans HFI and OREO	0.25	0.23	0.17
Nonperforming Assets as % of Total Assets	0.16 %	0.15 %	0.10 %
STOCK PERFORMANCE			
High	$ 31.34	$ 32.56	$ 36.86
Low	26.59	26.12	28.18
Close	$ 27.70	$ 29.43	$ 29.31
Average Daily Trading Volume	31,023	33,297	41,737

(1) Tangible common equity ratio is a non-GAAP financial measure. For additional information, including a reconciliation to GAAP, refer to Page 6.

CAPITAL CITY BANK GROUP, INC.
CONSOLIDATED STATEMENT OF FINANCIAL CONDITION
Unaudited

	2024	2023			
(Dollars in thousands)	First Quarter	Fourth Quarter	Third Quarter	Second Quarter	First Quarter
ASSETS					
Cash and Due From Banks	$ 73,642	$ 83,118	$ 72,379	$ 83,679	$ 84,549
Funds Sold and Interest Bearing Deposits	231,047	228,949	95,119	285,129	303,403
Total Cash and Cash Equivalents	304,689	312,067	167,498	368,808	387,952
Investment Securities Available for Sale	327,338	337,902	334,052	386,220	402,943
Investment Securities Held to Maturity	603,386	625,022	632,076	641,398	651,755
Other Equity Securities	3,445	3,450	3,585	1,703	1,883
Total Investment Securities	934,169	966,374	969,713	1,029,321	1,056,581
Loans Held for Sale	24,705	28,211	34,013	44,659	28,475
Loans Held for Investment ("HFI"):					
Commercial, Financial, & Agricultural	218,298	225,190	221,704	227,219	236,263
Real Estate - Construction	202,692	196,091	197,526	226,404	253,903
Real Estate - Commercial	823,690	825,456	828,234	831,285	798,438
Real Estate - Residential	1,012,791	1,001,257	966,512	893,384	847,697
Real Estate - Home Equity	214,617	210,920	203,606	203,142	206,931
Consumer	254,168	270,994	285,122	295,646	305,324
Other Loans	3,789	2,962	1,401	5,425	7,660
Overdrafts	1,127	1,048	1,076	1,007	931
Total Loans Held for Investment	2,731,172	2,733,918	2,705,181	2,683,512	2,657,147
Allowance for Credit Losses	(29,329)	(29,941)	(29,083)	(28,243)	(26,808)
Loans Held for Investment, Net	2,701,843	2,703,977	2,676,098	2,655,269	2,630,339
Premises and Equipment, Net	81,452	81,266	81,677	82,062	82,055
Goodwill and Other Intangibles	92,893	92,933	92,973	93,013	93,053
Other Real Estate Owned	1	1	1	1	13
Other Assets	120,170	119,648	116,314	118,073	123,294
Total Other Assets	294,516	293,848	290,965	293,149	298,415
Total Assets	$ 4,259,922	$ 4,304,477	$ 4,138,287	$ 4,391,206	$ 4,401,762
LIABILITIES					
Deposits:					
Noninterest Bearing Deposits	$ 1,361,939	$ 1,377,934	$ 1,472,165	$ 1,520,134	$ 1,601,388
NOW Accounts	1,212,452	1,327,420	1,092,996	1,269,839	1,242,721
Money Market Accounts	398,308	319,319	304,323	321,743	271,880
Savings Accounts	530,782	547,634	571,003	590,245	617,310
Certificates of Deposit	151,320	129,515	99,958	86,905	90,621
Total Deposits	3,654,801	3,701,822	3,540,445	3,788,866	3,823,920
Repurchase Agreements	23,477	26,957	22,910	22,619	4,429
Other Short-Term Borrowings	8,409	8,384	18,786	28,054	22,203
Subordinated Notes Payable	52,887	52,887	52,887	52,887	52,887
Other Long-Term Borrowings	265	315	364	414	463
Other Liabilities	65,181	66,080	75,585	77,192	85,878
Total Liabilities	3,805,020	3,856,445	3,710,977	3,970,032	3,989,780
Temporary Equity	6,588	7,407	7,604	8,752	8,722
SHAREOWNERS' EQUITY					
Common Stock	169	170	170	170	170
Additional Paid-In Capital	34,861	36,326	36,182	36,853	37,512
Retained Earnings	435,364	426,275	418,030	408,771	397,654
Accumulated Other Comprehensive Loss, Net of Tax	(22,080)	(22,146)	(34,676)	(33,372)	(32,076)
Total Shareowners' Equity	448,314	440,625	419,706	412,422	403,260
Total Liabilities, Temporary Equity and Shareowners' Equity	$ 4,259,922	$ 4,304,477	$ 4,138,287	$ 4,391,206	$ 4,401,762
OTHER BALANCE SHEET DATA					
Earning Assets	$ 3,921,093	$ 3,957,452	$ 3,804,026	$ 4,042,621	$ 4,045,607
Interest Bearing Liabilities	2,377,900	2,412,431	2,163,227	2,372,706	2,302,514
Book Value Per Diluted Share	$ 26.45	$ 25.92	$ 24.69	$ 24.21	$ 23.65
Tangible Book Value Per Diluted Share[(1)]	20.97	20.45	19.22	18.76	18.19
Actual Basic Shares Outstanding	16,929	16,950	16,958	16,992	17,022
Actual Diluted Shares Outstanding	16,947	17,001	16,998	17,025	17,050

[(1)] Tangible book value per diluted share is a non-GAAP financial measure. For additional information, including a reconciliation to GAAP, refer to Page 6.

CAPITAL CITY BANK GROUP, INC.
CONSOLIDATED STATEMENT OF OPERATIONS
Unaudited

(Dollars in thousands, except per share data)	2024 First Quarter	2023 Fourth Quarter	2023 Third Quarter	2023 Second Quarter	2023 First Quarter
INTEREST INCOME					
Loans, including Fees	$ 40,683	$ 40,407	$ 39,344	$ 37,608	$ 34,891
Investment Securities	4,244	4,392	4,561	4,815	4,924
Federal Funds Sold and Interest Bearing Deposits	1,893	1,385	1,848	2,782	4,111
Total Interest Income	46,820	46,184	45,753	45,205	43,926
INTEREST EXPENSE					
Deposits	7,594	5,872	5,214	4,008	2,488
Repurchase Agreements	201	199	190	115	9
Other Short-Term Borrowings	39	310	440	336	452
Subordinated Notes Payable	628	627	625	604	571
Other Long-Term Borrowings	3	5	4	5	6
Total Interest Expense	8,465	7,013	6,473	5,068	3,526
Net Interest Income	38,355	39,171	39,280	40,137	40,400
Provision for Credit Losses	920	2,025	2,393	2,197	3,099
Net Interest Income after Provision for Credit Losses	37,435	37,146	36,887	37,940	37,301
NONINTEREST INCOME					
Deposit Fees	5,250	5,304	5,456	5,326	5,239
Bank Card Fees	3,620	3,713	3,684	3,795	3,726
Wealth Management Fees	4,682	4,276	3,984	4,149	3,928
Mortgage Banking Revenues	2,878	2,327	1,839	3,363	2,871
Other	1,667	1,537	1,765	3,334	1,994
Total Noninterest Income	18,097	17,157	16,728	19,967	17,758
NONINTEREST EXPENSE					
Compensation	24,407	23,822	23,003	23,438	23,524
Occupancy, Net	6,994	7,098	6,980	6,820	6,762
Other	8,770	9,038	9,122	10,027	7,389
Total Noninterest Expense	40,171	39,958	39,105	40,285	37,675
OPERATING PROFIT	15,361	14,345	14,510	17,622	17,384
Income Tax Expense	3,536	2,909	3,004	3,417	3,710
Net Income	11,825	11,436	11,506	14,205	13,674
Pre-Tax Loss (Income) Attributable to Noncontrolling Interest	732	284	1,149	(31)	35
NET INCOME ATTRIBUTABLE TO COMMON SHAREOWNERS	$ 12,557	$ 11,720	$ 12,655	$ 14,174	$ 13,709
PER COMMON SHARE					
Basic Net Income	$ 0.74	$ 0.69	$ 0.75	$ 0.83	$ 0.81
Diluted Net Income	0.74	0.70	0.74	0.83	0.80
Cash Dividend	$ 0.21	$ 0.20	$ 0.20	$ 0.18	$ 0.18
AVERAGE SHARES					
Basic	16,951	16,947	16,985	17,002	17,016
Diluted	16,969	16,997	17,025	17,035	17,045

CAPITAL CITY BANK GROUP, INC.
ALLOWANCE FOR CREDIT LOSSES ("ACL")
AND CREDIT QUALITY
Unaudited

	2024	2023			
(Dollars in thousands, except per share data)	**First Quarter**	**Fourth Quarter**	**Third Quarter**	**Second Quarter**	**First Quarter**
ACL - HELD FOR INVESTMENT LOANS					
Balance at Beginning of Period	$ 29,941	$ 29,083	$ 28,243	$ 26,808	$ 25,068
Transfer from Other (Assets) Liabilities	(50)	66	-	-	-
Provision for Credit Losses	932	2,354	1,993	1,922	3,260
Net Charge-Offs (Recoveries)	1,494	1,562	1,153	487	1,520
Balance at End of Period	$ 29,329	$ 29,941	$ 29,083	$ 28,243	$ 26,808
As a % of Loans HFI	1.07%	1.10%	1.08%	1.05%	1.01%
As a % of Nonperforming Loans	431.46%	479.70%	619.58%	426.44%	584.18%
ACL - UNFUNDED COMMITMENTS					
Balance at Beginning of Period	3,191	$ 3,502	$ 3,120	$ 2,833	$ 2,989
Provision for Credit Losses	(70)	(311)	382	287	(156)
Balance at End of Period[1]	3,121	3,191	3,502	3,120	2,833
ACL - DEBT SECURITIES					
Provision for Credit Losses	$ 58	$ (18)	$ 18	$ (12)	$ (5)
CHARGE-OFFS					
Commercial, Financial and Agricultural	$ 282	$ 217	$ 76	$ 54	$ 164
Real Estate - Commercial	-	-	-	-	120
Real Estate - Residential	17	79	-	-	-
Real Estate - Home Equity	76	-	-	39	-
Consumer	1,550	1,689	1,340	993	1,732
Overdrafts	638	602	659	894	634
Total Charge-Offs	$ 2,563	$ 2,587	$ 2,075	$ 1,980	$ 2,650
RECOVERIES					
Commercial, Financial and Agricultural	$ 41	$ 83	$ 28	$ 71	$ 95
Real Estate - Construction	-	-	-	1	1
Real Estate - Commercial	204	16	17	11	8
Real Estate - Residential	37	34	30	132	57
Real Estate - Home Equity	24	17	53	131	25
Consumer	410	433	418	514	571
Overdrafts	353	442	376	633	373
Total Recoveries	$ 1,069	$ 1,025	$ 922	$ 1,493	$ 1,130
NET CHARGE-OFFS (RECOVERIES)	$ 1,494	$ 1,562	$ 1,153	$ 487	$ 1,520
Net Charge-Offs as a % of Average Loans HFI[2]	0.22%	0.23%	0.17%	0.07%	0.24%
CREDIT QUALITY					
Nonaccruing Loans	$ 6,798	$ 6,242	$ 4,694	$ 6,623	$ 4,589
Other Real Estate Owned	1	1	1	1	13
Total Nonperforming Assets ("NPAs")	$ 6,799	$ 6,243	$ 4,695	$ 6,624	$ 4,602
Past Due Loans 30-89 Days	$ 5,392	$ 6,854	$ 5,577	$ 4,207	$ 5,061
Classified Loans	22,305	22,203	21,812	14,973	12,179
Nonperforming Loans as a % of Loans HFI	0.25%	0.23%	0.17%	0.25%	0.17%
NPAs as a % of Loans HFI and Other Real Estate	0.25%	0.23%	0.17%	0.25%	0.17%
NPAs as a % of Total Assets	0.16%	0.15%	0.11%	0.15%	0.10%

(1) Recorded in other liabilities
(2) Annualized

CAPITAL CITY BANK GROUP, INC.
AVERAGE BALANCE AND INTEREST RATES
Unaudited

(Dollars in thousands)	First Quarter 2024			Fourth Quarter 2023			Third Quarter 2023			Second Quarter 2023			First Quarter 2023		
	Average Balance	*Interest*	*Average Rate*	*Average Balance*	*Interest*	*Average Rate*	*Average Balance*	*Interest*	*Average Rate*	*Average Balance*	*Interest*	*Average Rate*	*Average Balance*	*Interest*	*Average Rate*
ASSETS:															
Loans Held for Sale	$ 27,314	$ 563	5.99%	$ 49,790	$ 817	6.50%	$ 62,768	$ 971	6.14%	$ 54,350	800	5.90%	$ 55,110	$ 644	4.74%
Loans Held for Investment[(1)]	2,728,629	40,196	5.95	2,711,243	39,679	5.81	2,672,653	38,455	5.71	2,657,693	36,890	5.55	2,582,395	34,342	5.39
Investment Securities															
Taxable Investment Securities	952,328	4,239	1.78	962,322	4,389	1.81	1,002,547	4,549	1.80	1,041,202	4,803	1.84	1,061,372	4,911	1.86
Tax-Exempt Investment Securities[(1)]	856	9	4.34	862	7	4.32	2,456	17	2.66	2,656	17	2.47	2,840	18	2.36
Total Investment Securities	953,184	4,248	1.78	963,184	4,396	1.82	1,005,003	4,566	1.81	1,043,858	4,820	1.84	1,064,212	4,929	1.86
Federal Funds Sold and Interest Bearing Deposits	140,488	1,893	5.42	99,763	1,385	5.51	136,556	1,848	5.37	218,902	2,782	5.10	360,971	4,111	4.62
Total Earning Assets	3,849,615	$ 46,900	4.90%	3,823,980	$ 46,277	4.80%	3,876,980	$ 45,840	4.69%	3,974,803	$ 45,292	4.57%	4,062,688	$ 44,026	4.39%
Cash and Due From Banks	75,763			76,681			75,941			75,854			74,639		
Allowance for Credit Losses	(30,030)			(29,998)			(29,172)			(27,893)			(25,637)		
Other Assets	295,275			296,114			295,106			297,837			300,175		
Total Assets	$ 4,190,623			$ 4,166,777			$ 4,218,855			$ 4,320,601			$ 4,411,865		
LIABILITIES:															
Noninterest Bearing Deposits	$ 1,344,188			$ 1,416,825			$ 1,474,574			$ 1,539,877			$ 1,601,750		
NOW Accounts	1,201,032	$ 4,497	1.51%	1,138,461	$ 3,696	1.29%	1,125,171	$ 3,489	1.23%	1,200,400	$ 3,038	1.01%	1,228,928	$ 2,152	0.71%
Money Market Accounts	353,591	1,985	2.26	318,844	1,421	1.77	322,623	1,294	1.59	288,466	747	1.04	267,573	208	0.31
Savings Accounts	539,374	188	0.14	557,579	202	0.14	579,245	200	0.14	602,848	120	0.08	629,388	76	0.05
Time Deposits	138,328	924	2.69	116,797	553	1.88	95,203	231	0.96	87,973	103	0.47	89,675	52	0.24
Total Interest Bearing Deposits	2,232,325	7,594	1.37	2,131,681	5,872	1.09	2,122,242	5,214	0.97	2,179,687	4,008	0.74	2,215,564	2,488	0.46
Total Deposits	3,576,513	7,594	0.85	3,548,506	5,872	0.66	3,596,816	5,214	0.58	3,719,564	4,008	0.43	3,817,314	2,488	0.26
Repurchase Agreements	25,725	201	3.14	26,831	199	2.94	25,356	190	2.98	17,888	115	2.58	9,343	9	0.37
Other Short-Term Borrowings	3,758	39	4.16	16,906	310	7.29	24,306	440	7.17	17,834	336	7.54	37,766	452	4.86
Subordinated Notes Payable	52,887	628	4.70	52,887	627	4.64	52,887	625	4.62	52,887	604	4.52	52,887	571	4.32
Other Long-Term Borrowings	281	3	4.80	336	5	4.72	387	4	4.73	431	5	4.80	480	6	4.80
Total Interest Bearing Liabilities	2,314,976	$ 8,465	1.47%	2,228,641	$ 7,013	1.25%	2,225,178	$ 6,473	1.15%	2,268,727	$ 5,068	0.90%	2,316,040	$ 3,526	0.62%
Other Liabilities	68,295			78,772			83,099			84,305			81,206		
Total Liabilities	3,727,459			3,724,238			3,782,851			3,892,909			3,998,996		
Temporary Equity	7,150			7,423			8,424			8,935			8,802		
SHAREOWNERS' EQUITY:	456,014			435,116			427,580			418,757			404,067		
Total Liabilities, Temporary Equity and Shareowners' Equity	$ 4,190,623			$ 4,166,777			$ 4,218,855			$ 4,320,601			$ 4,411,865		
Interest Rate Spread		$ 38,435	3.43%		$ 39,264	3.55%		$ 39,367	3.54%		$ 40,224	3.67%		$ 40,500	3.77%
Interest Income and Rate Earned[(1)]		46,900	4.90		46,277	4.80		45,840	4.69		45,292	4.57		44,026	4.39
Interest Expense and Rate Paid[(2)]		8,465	0.88		7,013	0.73		6,473	0.66		5,068	0.51		3,526	0.35
Net Interest Margin		$ 38,435	4.01%		$ 39,264	4.07%		$ 39,367	4.03%		$ 40,224	4.06%		$ 40,500	4.04%

[(1)] *Interest and average rates are calculated on a tax-equivalent basis using a 21% Federal tax rate.*
[(2)] *Rate calculated based on average earning assets.*