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 June 30, 2000

|_| Transition report pursuant to section 13 or 15(d) of the Securities Exchange Act of 1934

For the transition period from _______________ to _________________

COMMISSION FILE 0-18911

GLACIER BANCORP, INC.

(Exact name of registrant as specified in its charter)

DELAWARE	81-0519541
(State or other jurisdiction of incorporation or organization)	(IRS Employer Identification No.)
49 Commons Loop, Kalispell, Montana	59901
(Address of principal executive offices)	(Zip Code)

Registrant's telephone number, including area code (406) 756-4200

N/A

(Former name, former address, and former fiscal year, if changed since last report)

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 |X| No |_|

The number of shares of Registrant's common stock outstanding on August 2, 2000 was 11,441,234. No preferred shares are issued or outstanding.

GLACIER BANCORP, INC.
Quarterly Report on Form 10-Q

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GLACIER BANCORP, INC.
CONSOLIDATED CONDENSED STATEMENTS OF FINANCIAL CONDITION

(Unaudited - $ in thousands except per share and per share data)	June 30, 2000	December 31, 1999	June 30, 1999
Assets:			
Cash on hand and in banks	$ 42,870	50,590	34,322
Federal funds sold	0	64	3,042
Interest bearing cash deposits	2,533	1,711	2,934
Cash and cash equivalents	45,403	52,365	40,298
Investments:			
Investment securities, held-to-maturity	0	500	500
Investment securities, available-for-sale	65,350	61,560	61,597
Mortgage backed securities, held-to-maturity	0	251	274
Mortgage backed securities, available-for-sale	140,141	147,001	139,545
Total Investments	205,491	209,312	201,916
Net loans receivable:			
Real estate loans	231,691	225,041	223,350
Commercial Loans	318,836	279,341	252,239
Installment and other loans	167,768	154,548	137,013
Allowance for losses	(7,484)	(6,722)	(6,245)
Total Loans, net	710,811	652,208	606,357
Premises and equipment, net	25,413	24,670	21,050
Real estate and other assets owned	436	550	264
Federal Home Loan Bank of Seattle stock, at cost	16,048	15,134	14,265
Federal Reserve stock, at cost	1,467	1,467	1,430
Accrued interest receivable	6,130	5,611	4,576
Goodwill, net	6,764	7,035	2,636
Deferred taxes	2,940	3,004	130
Other assets	3,089	2,645	3,812
	$ 1,023,992	974,001	896,734
Liabilities and stockholders' equity:			
Deposits - non-interest bearing	$ 138,718	126,927	117,958
Deposits - interest bearing	520,701	517,179	421,870
Advances from Federal Home Loan Bank of Seattle	241,223	208,650	202,741
Securities sold under agreements to repurchase	21,277	19,766	49,113
Other borrowed funds	3,138	6,848	9,941
Accrued interest payable	3,086	2,717	2,675
Current income taxes	308	108	121
Other liabilities	7,109	6,442	6,929
Minority Interest	311	308	310
Total liabilities	935,871	888,945	811,658
Common stock, $.01 par value per share	114	104	104
Paid-in capital	101,757	87,386	86,837
Retained earnings (deficit) - substantially restricted	(8,194)	2,997	49
Accumulated other comprehensive (loss)	(5,556)	(5,431)	(1,914)
Total stockholders' equity	88,121	85,056	85,076
	$ 1,023,992	974,001	896,734
Number of shares outstanding	11,441,234	10,394,701	10,369,617

See accompanying notes to consolidated condensed financial statements

GLACIER BANCORP, INC.
CONSOLIDATED CONDENSED STATEMENTS OF OPERATIONS

(unaudited - $ in thousands except per share data)	Three months ended June 30, 2000	Three months ended June 30, 1999	Six months ended June 30, 2000	Six months ended June 30, 1999
Interest income:				
Real estate loans	$ 4,685	4,386	9,245	8,956
Commercial loans	6,975	5,160	13,305	10,011
Consumer and other loans	3,758	2,950	7,257	5,763
Investment securities	3,875	2,980	7,732	5,144
Total interest income	19,293	15,476	37,539	29,874
Interest expense:				
Deposits	5,274	3,823	10,221	7,742
Advances	3,553	2,263	6,697	4,110
Repurchase agreements	184	222	371	407
Other borrowed funds	123	162	190	184
Total interest expense	9,134	6,470	17,479	12,443
Net interest income	10,159	9,006	20,060	17,431
Provision for loan losses	505	410	992	768
Net Interest Income after provision for loan losses	9,654	8,596	19,068	16,663
Non-interest income:				
Service charges and other fees	2,055	1,727	3,914	3,282
Miscellaneous loan fees and charges	868	1,287	1,803	2,779
Gains on sale of investments	30	1	0	20
Other income	348	149	799	472
Total fees and other income	3,301	3,164	6,516	6,553
Non-interest expense:				
Compensation, employee benefits and related expenses	3,854	3,692	7,811	7,036
Occupancy expense	1,232	991	2,347	2,059
Data processing expense	603	287	879	569
Other expenses	2,268	2,036	4,556	4,247
Minority interest	14	12	29	23
Total non-interest expense	7,971	7,018	15,622	13,934
Earnings before income taxes	4,983	4,742	9,962	9,282
Federal and state income tax expense	1,791	1,654	3,542	3,225
Net earnings	$ 3,192	3,088	6,420	6,057
Basic earnings per share (1)	0.28	0.27	0.56	0.54
Diluted earnings per share (1)	0.28	0.27	0.56	0.53
Dividends declared per share (1)	0.15	0.14	0.29	0.26
Return on average assets (annualized)	1.28%	1.54%	1.30%	1.52%
Return on average equity (annualized)	14.58%	14.68%	15.05%	14.29%
Average outstanding shares - basic (1)	11,440,519	11,302,305	11,438,576	11,401,474
Average outstanding shares - diluted (1)	11,551,404	11,481,258	11,553,474	11,606,737

(1) Adjusted for stock dividends

See accompanying notes to consolidated financial statements.

GLACIER BANCORP, INC.
CONSOLIDATED CONDENSED STATEMENTS OF CASH FLOWS

(Unaudited -dollars in thousands)	Six months ended June 30, 2000	1999
OPERATING ACTIVITIES :		
Net earnings	$ 6,420	6,057
Adjustments to reconcile net nearnings to net cash provided by operating activities:		
Mortgage loans held for sale originated or acquired	(53,848)	(83,974)
Proceeds from sales of mortgage loans held for sale	52,345	94,349
Proceeds from sales of commercial loans	19,493	7,920
Provision for loan losses	992	766
Depreciation of premises and equipment	1,191	868
Amortization of goodwill	271	112
Amortization of investment securities premiums and discounts, net	75	423
Net loss gain on investment sales	0	(20)
Net decrease in deferred income taxes	88	102
Net (increase) in accrued interest receivable	(519)	(554)
Net increase in accrued interest payable	369	397
Net increase in current income taxes	200	121
Net (increase) in other assets	(444)	(556)
Net increase (decrease) in other liabilities and minority interest	670	(1,204)
FHLB stock dividends	(649)	(520)
NET CASH PROVIDED BY OPERATING ACTIVITIES	26,654	24,586
INVESTING ACTIVITIES:		
Proceeds from sales, maturities and prepayments of securities available-for-sale	26,060	18,466
Purchases of securities available-for-sale	(22,463)	(109,951)
Proceeds from maturities and prepayments of securities held-to-maturity	0	828
Principal collected on installment and commercial loans	108,782	108,305
Installment and commercial loans originated or acquired	(181,220)	(170,230)
Principal collections on mortgage loans	57,717	62,433
Mortgage loans originated or acquired	(62,750)	(54,354)
Net proceeds from sales (acquisition) of real estate owned	0	(117)
Net purchase of FHLB and FRB stock	(265)	(1,019)
Net addition of premises and equipment	(1,934)	(1,348)
NET CASH USED IN INVESTING ACTIVITIES	(76,073)	(146,988)
FINANCING ACTIVITIES:		
Net increase (decrease) in deposits	15,313	(4,202)
Net increase in FHLB advances and other borrowed funds	28,863	85,155
Net increase in securities sold under repurchase agreements	1,511	31,874
Cash dividends paid to stockholders	(3,294)	(2,746)
Proceeds from exercise of stock options and other stock issued	64	747
NET CASH PROVIDED BY FINANCING ACTIVITIES	42,457	110,828
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(6,962)	(11,574)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	52,365	51,872
CASH AND CASH EQUIVALENTS AT END OF PERIOD	$ 45,403	40,298
NON-CASH INVESTING AND FINANCING ACTIVITIES (See Note 12)		
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid during the period for: Interest	$ 17,109	12,715
Income taxes	$ 3,342	3,021

See accompanying notes to consolidated condensed financial statements.

Notes to Consolidated Condensed Financial Statements

1) Basis of Presentation:

In the opinion of Management, the accompanying unaudited consolidated condensed financial statements contain all adjustments (consisting of normal recurring adjustments) necessary for a fair presentation of Glacier Bancorp Inc.'s (the "Company") financial condition as of June 30, 2000, December 31, 1999, and June 30, 1999 and the results of operations and cash flows for the six months ended June 30, 2000 and 1999

The accompanying consolidated condensed financial statements do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. These consolidated condensed financial statements should be read in conjunction with the consolidated financial statements and notes thereto contained in the Company's Annual Report on Form 10-K for the year ended December 31, 1999. Operating results for the three months ended June 30, 2000 are not necessarily indicative of the results anticipated for the year ending December 31, 2000. Certain reclassifications have been made to the 1998 financial statements to conform to the 1999 presentation.

2) Organizational Structure:

The Company is the parent company for eight subsidiaries: Glacier Bank ("Glacier"); Glacier Bank of Whitefish ("Whitefish"); Glacier Bank of Eureka ("Eureka"); First Security Bank of Missoula ("Missoula"); Valley Bank of Helena ("Helena"), Big Sky Western Bank ("Big Sky"), Mountain West Bank (Mountain West) and Community First, Inc. ("CFI"). CFI provides full service brokerage services through Raymond James Financial Services, Inc. Big Sky Western Bank became a subsidiary of the Company on January 20, 1999 and Mountain West became a subsidiary on February 4, 2000. The pooling of interests accounting method was used for both acquisitions. Under this method, financial information for each of the periods presented includes the combined companies as though the mergers had occurred prior to the earliest date presented. At June 30, 2000, the Company owned 100% of Glacier, Missoula, Helena, Big Sky, Mountain West and CFI; 94% of Whitefish, and 98% of Eureka. The following abbreviated organizational chart illustrates the various relationships:

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                            ------------------------
                              Glacier Bancorp, Inc.
                            (Parent Holding Company)

                            ------------------------
                                      |
                                      |
- ---------------------------------------------------------------------------------
  Glacier Bank     First Security Bank     Glacier Bank        Glacier Bank
(Commercial bank)     of Missoula          of Whitefish          of Eureka
                    (Commercial bank)    (Commercial bank)   (Commercial bank)
- -----------------  -------------------  -----------------  --------------------
                                      |
                                      |
- ---------------------------------------------------------------------------------
     Big Sky          Valley Bank      Mountain West Bank  Community First, Inc.
  Western Bank         of Helena        (Commercial bank)  (Brokerage services)
(Commercial bank)   (Commercial bank)
- -----------------  -------------------  -----------------  --------------------
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On February 4, 2000, the Company issued 844,257 shares of common stock in exchange for all of the outstanding stock of Mountain West Bank. This business combination has been accounted for as a pooling-of-interests combination and, accordingly, the consolidated condensed financial statements for periods prior to the combination have been restated to include the accounts and results of operations of Mountain West Bank. The results of operations previously reported by the separate companies and the combined amounts presented in the accompanying consolidated condensed financial statements are summarized below: (Dollars in thousands)

	Three months ended June 30, 1999	Six months ended June 30, 1999
Net earnings of:		
Glacier Bancorp, Inc	$ 3,003	5,897
Mountain West Bank	85	160
Combined	$ 3,088	6,057

3) Stock Dividend:

On April, 26, 2000, a 10% stock dividend was approved by the Board of Directors. As a result, all per share amounts from time periods preceding this date have been restated to illustrate the effect of the stock dividend. Any fractional shares were paid in cash.

4) Ratios:

Returns on average assets and average equity were calculated based on daily averages.

5) Cash Dividend Declared:

On June 29, 2000, the Board of Directors declared of $.15 per share quarterly cash dividend to stockholders of record on July 11, 2000, payable on July 20, 2000.

6) Computation of Earnings Per Share:

Basic earnings per common share is computed by dividing net earnings by the weighted average number of shares of common stock outstanding during the period presented. Diluted earnings per share is computed by including the net increase in shares if dilutive outstanding stock options were exercised, using the treasury stock method. Previous period amounts are restated for the effect of the 2000 stock dividend. The following schedule contains the data used in the calculation of basic and diluted earnings per share.

(Dollars in thousands except per share amounts)	Three months ended June 30, 2000	Three months ended June 30, 1999	Six months ended June 30, 2000	Six months ended June 30, 1999
Net income available to common stockholders, basic and diluted	$ 3,192	3,088	6,420	6,057
Average outstanding shares - basic	11,440,519	11,302,305	11,438,576	11,401,474
Add: dilutive stock options	110,885	178,953	114,898	205,263
Average outstanding shares - diluted	11,551,404	11,481,258	11,553,474	11,606,737
Basic earnings per share	$ .28	.27	.56	.54
Diluted earnings per share	$ .28	.27	.56	.53

7) Investments:

A comparison of the amortized cost and estimated fair value of the Company's investment securities is as follows:

INVESTMENT SECURITIES AS OF JUNE 30, 2000

Available for Sale U.S. Government and Federal Agencies	Weighted Yield	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
maturing within one year	5.10%	$ 960	0	(9)	951
maturing one year through five years	6.29%	4,474	0	(133)	4,341
maturing five years though ten years	6.62%	3,548	0	(124)	3,424
maturing after ten years	7.59%	1,172	1	(12)	1,161
	6.44%	10,154	1	(278)	9,877
State and Local Governments and other issues:					
maturing within one year	5.64%	555	0	(34)	521
maturing one year through five years	5.40%	1,284	12	(7)	1,289
maturing five years through ten years	7.58%	4,669	26	(50)	4,645
maturing after ten years	5.56%	50,839	256	(2,077)	49,018
	5.72%	57,347	294	(2,168)	55,473
Mortgage-Backed Securities	6.93%	40,228	35	(1,277)	38,986
Real Estate Mortgage Investment Conduits	7.15%	106,864	63	(5,772)	101,155
Total Available-for-Sale Securities ..	6.69%	$214,593	393	(9,495)	205,491

INVESTMENT SECURITIES AS OF DECEMBER 31, 1999

Dollars in thousands Held-to-Maturity	Weighted Yield	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
U.S. Government and Federal Agencies					
maturing one year through five years	6.26%	$ 500	0	(5)	495
Mortgage-Backed Securities	6.50%	251	0	(6)	245
Total Held-to-Maturity Securities	6.42%	751	0	(11)	740
Available for Sale U.S. Government and Federal Agencies					
maturing within one year	5.98%	1,998	3	(4)	1,997
maturing one year through five years	6.37%	4,480	15	(105)	4,391
maturing five years though ten years	6.76%	4,546	0	(221)	4,325
maturing after ten years	5.20%	1,322	2	(13)	1,310
	6.33%	12,346	20	(343)	12,023
State and Local Governments and other issues:					
maturing within one year	6.50%	397	1	(49)	349
maturing one year through five years	4.92%	1,302	14	(5)	1,311
maturing five years through ten years	6.88%	4,120	25	(20)	4,125
maturing after ten years	5.21%	46,698	39	(2,985)	43,752
	5.34%	52,517	79	(3,059)	49,537
Mortgage-Backed Securities	6.96%	44,277	164	(1,310)	43,131
Real Estate Mortgage Investment Conduits	6.94%	108,374	126	(4,630)	103,870
Total Available for Sale Securities	6.52%	$217,514	389	(9,342)	208,561

8) Stockholders' Equity:

The Federal Reserve Board has adopted capital adequacy guidelines that are used to assess the adequacy of capital in supervising a bank holding company. The following table illustrates the Federal Reserve Board's capital adequacy guidelines and the Company's compliance with those guidelines as of June 30, 2000:

(dollars in thousands)	Tier 1 (Core) Capital	Tier 2 (Total) Capital	Leverage Capital
GAAP Capital	$ 88,121	$ 88,121	$ 88,121
Less: Goodwill	(6,764)	(6,764)	(6,764)
Plus: Accumulated other comprehensive loss on AFS securities	5,556	5,556	5,556
Minority Interest	311	311	311
Allowance for loan losses	--	7,484	--
Other regulatory adjustments	(100)	(100)	(100)
Regulatory capital computed	$ 87,124	$ 94,608	$ 87,124
Risk weighted assets	$ 706,709	$ 706,709	
Total average assets			$ 1,003,140
Capital as % of defined assets	12.33%	13.39%	8.69%
Regulatory "well capitalized" requirement	6.00%	10.00%	5.00%
Excess over "well capitalized" requirement	6.33%	3.39%	3.69%

9) Comprehensive Earnings:

The Company's only component of other comprehensive earnings is the unrealized gains and losses on available-for-sale securities.

Dollars in thousands	For the three months ended June 30, 2000	For the three months ended June 30, 1999	For the six months ended June 30, 2000	For the six months ended June 30, 1999
Net earnings	$ 3,192	3,088	6,420	6,057
Unrealized holding gains losses arising during the period	(1,388)	(4,722)	(138)	(5,368)
Transfer from held-to-maturity	0	0	(11)	288
Tax expense	533	1,821	24	2,060
Net after tax	(855)	(2,901)	(125)	(3,020)
Less: reclassification adjustment for amounts included in net income	30	1	0	20
Tax expense	(12)	0	0	(8)
Net after tax	18	1	0	12
Net unrealized loss on securities	(873)	(2,902)	(125)	(3,032)
Total comprehensive earnings	$ 2,319	186	6,295	3,025

10) Subsequent Events

None

11) Segment Information

The Company evaluates segment performance internally based on individual bank charter, and thus the operating segments are so defined. The following schedule provides selected financial data for the Company's operating segments. Centrally provided services to the Banks are allocated based on estimated usage of those services. The operating segment identified as "Other" includes the Parent, Community First, Inc., and inter-company eliminations.

Six months ended and as of June 30, 2000

(Dollars in thousands)	Glacier	Whitefish	Eureka	Missoula	Helena
Revenues from external customers	19,094	2,389	1,271	9,266	3,999
Intersegment revenues	630	5	1	--	50
Expenses	16,522	1,937	1,024	7,445	3,573
Intercompany eliminations	--	--	--	--	--
Net income	3,202	457	249	1,820	476
Total Assets	486,748	56,374	30,279	201,445	85,543

	Big Sky	Mountain West	Other	Total Consolidated
Revenues from external customers	2,961	4,919	156	44,055
Intersegment revenues	--	--	7,990	8,676
Expenses	2,731	4,509	(105)	37,635
Intercompany eliminations	--	--	(8,676)	(8,676)
Net income	230	410	(425)	6,420
Total Assets	70,926	106,888	(14,211)	1,023,992

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Six months ended and as of June 30, 2000

(Dollars in thousands)	Glacier	Whitefish	Eureka	Missoula	Helena
Revenues from external customers	15,943	1,768	1,079	8,121	3,540
Intersegment revenues	146	47	5	21	23
Expenses	13,183	1,460	928	6,282	2,938
Intercompany eliminations	--	--	--	--	--
Net income	2,885	360	167	1,839	602
Total Assets	432,079	46,005	27,401	178,534	79,161

	Big Sky	Mountain West	Other	Total Consolidated
Revenues from external customers	1,718	3,772	486	36,427
Intersegment revenues		--	7,008	7,250
Expenses	1,551	3,612	402	30,370
Intercompany eliminations	--	--	(7,250)	(7,250)
Net income	202	160	(158)	6,057
Total Assets	54,410	78,356	1,679	897,625

Three months ended and as of June 30, 2000

(Dollars in thousands)	Glacier	Whitefish	Eureka	Missoula	Helena
Revenues from external customers	9,779	1,211	645	4,662	2,126
Intersegment revenues	257	3	1	--	(4)

Expenses	8,402	988	517	3,777	1,961
Intercompany eliminations	--	--	--	--	--
Net income	1,634	226	130	884	161
Total Assets	486,748	56,374	30,279	201,445	85,543

	Big Sky	Mountain West	Other	Total Consolidated
Revenues from external customers	1,525	2,616	30	22,594
Intersegment revenues	--	--	3,983	4,240
Expenses	1,431	2,365	(39)	19,402
Intercompany eliminations	--	--	(4,240)	(4,240)
Net income	94	251	(188)	3,192
Total Assets	70,926	106,88 8	(14,211)	1,023,992

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Three months ended and as of June 30, 1999

(Dollars in thousands)	Glacier	Whitefish	Eureka	Missoula	Helena
Revenues from external customers	8,023	893	553	4,418	1,824
Intersegment revenues	(53)	1	2	3	15
Expenses	6,484	711	483	3,468	1,494
Intercompany eliminations	--	--	--	--	--
Net income	1,465	188	83	932	322
Total Assets	432,079	46,005	27,401	178,534	79,161

	Big Sky	Mountain West	Other	Total Consolidated
Revenues from external customers	928	1,851	150	18,640
Intersegment revenues	(50)	--	3,646	3,564
Expenses	783	1,766	349	15,552
Intercompany eliminations	--	--	(3,564)	(3,564)
Net income	130	85	(117)	3,088
Total Assets	54,410	78,356	1,679	897,625

12) Non-Cash Investing and Financing Activities

Non-cash investing and financing activities for the six months ended June 30, 2000 consist of the following (dollars in thousands):

Transfer from held-to-maturity to available for sale securities	$ 751
Transfer to other real estate owned from loan portfolio	$ 114
10% Stock dividend, transferred from retained earnings to capital stock and additional paid in capital	$14,317

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Financial Condition - This section discusses the changes in Statement of Financial Condition items from December 31, 1999 to June 30, 2000.

From December 31, 1999 total assets have grown $49.991 million, or 5.13 percent, to $1.024 billion. This increase was primarily the net result of an increase in loans of $58.603 million, or 8.99 percent, and a decrease in investments and cash and cash equivalents of $10.783 million, or 4.12 percent.

Loan growth has occurred in all categories with commercial loans increasing $39.495 million, or 14.14 percent, consumer loans increasing $13.220 million, or 8.55 percent, and residential real estate loans increasing $6,650 million, or 2.95 percent, which is consistent with management's plan to retain fewer real estate loans that generally have lower interest rates than other types of loans.

Loans sold to the secondary market amounted to $71.839 million and $102.259 million during the first six months of 2000 and 1999, respectively.

The amount of loans serviced for others on June 30, 2000 was approximately $206 million.

Total deposits increased $15.313 million, or 2.38 percent, with $11.791 million of the increase in non-interest bearing deposits. Advances from the FHLB and other borrowed funds increased $30.373 million, a result of loan growth that outpaced deposit growth.

All seven institutions are members of the FHLB. Accordingly, management of the Company has a wide range of versatility in managing the liquidity and asset/liability mix for each individual institution as well as the Company as a whole. The following table demonstrates the available FHLB lines of credit and the extent of utilization as of June 30, 2000 (in thousands): Community investment program advances not counted against the available line of credit were $8,751 thousand.

	Available line	Amount Used	Available
Glacier Bank	$194,699	147,680	47,019
Glacier Bank of Whitefish	14,094	12,760	1,334
Glacier Bank of Eureka	9,084	7,448	1,636
First Security Bank Missoula	40,289	30,380	9,909
Valley Bank of Helena	17,109	5,994	11,115
Big Sky Western Bank	21,278	16,170	5,108
Mountain West Bank	32,066	12,050	20,016
Totals	$328,619	232,482	96,137

Classified Assets and Reserves

Non-performing assets consist of non-accrual loans, accruing loans that are 90 days or more overdue, and real estate and other assets acquired by foreclosure or deed-in-lieu thereof, net of related reserves. Non-performing assets at June 30, 2000 were $2,430 thousand, an increase $152 thousand or 6.67 percent from December 31, 1999, while the allowance for losses increased $762 thousand or 11.35 percent during the same period. Changes in the information related to the allowance for loan loss account are shown in the following table:

	June 30, 2000	December 31, 1999
Total Allowance for Loan and Real Estate Owned Losses:	$7.484 million	$6.722 million
Allowance as a percentage of Total Loans:	1.05%	1.03%
Allowance as a percentage of Non-performing Assets:	308%	295%

Impaired Loans

As of June 30 2000, there were no loans considered impaired. Interest income on impaired loans and interest recoveries on loans that have been charged off, is recognized on a cash basis after principal has been fully paid, or at the time a loan becomes fully performing based on the terms of the loan.

Minority Interest

The minority interest on the consolidated statement of financial condition represents the minority stockholders' share in the retained earnings of the Company. These are shares of Eureka and Whitefish that are still outstanding. As of June 30, 2000, the Company owns 47,280 shares of Whitefish and 49,084 shares of Eureka. The Company's ownership of Whitefish and Eureka is 94% and 98%, respectively.

Stockholders' Equity

Total stockholders' equity increased $3.065 million, or 3.60 percent, primarily the result of earnings retention.

Results of Operations - The three months ended 6/30/00 compared to the three months ended 6/30/99.

Quarterly earnings including data system conversion expenses were $3.192 million, or fully diluted earnings per share of $.28 compared to $.27 last year, an increase of 4 percent. Return on average assets and return on average equity, including these expenses, were 1.28 percent and 14.58 percent, respectively.

Excluding the after-tax impact of data system conversion expenses of $225 thousand, the Company reported record net operating earnings of $3.417 million, or fully diluted earnings per share of $.30, for the second quarter of 2000, compared with $3.088 million, or fully diluted earnings per share of $.27, for the same quarter of 1999, an increase of 11 percent. Return on average assets and return on average equity for the quarter were 1.37 percent and 15.61 percent, respectively, which compares to returns of 1.54 percent and 14.68 percent for the same quarter of 1999.

Net Interest Income

Net interest income for the quarter was $10.159 million, an increase of $1.153 million, or 13 percent, over the same period in 1999. The Federal Reserve Bank has raised interest rates 175 basis points since June 30, 1999 which created a larger percentage increase in interest expense than in interest income. However, the growth in earning assets and the increase in non-interest bearing deposits resulted in a significant increase in net interest income. Net interest margin as a percentage of earning assets, on a tax equivalent basis, has declined from 4.6 percent in 1999 to 4.3 percent in 2000. Funding costs continue to put pressure on the net interest margin.

Non-interest Income

Fee income from loans was significantly lower in 2000 with less activity due to higher mortgage rates. Loan fees declined $419 thousand, or 33 percent, from the 1999 amount. Offsetting this decline was an increase in other fee income of $328 thousand, and other income of $228 thousand for a net increase of $137 thousand in non-interest income.

Non-interest Expense

Non-interest expense increased by $953 thousand, or 14 percent, over the second quarter of 1999. Included in this amount was $366 thousand for contract termination and other conversion expense connected with moving Valley Bank of Helena and Big Sky Western Bank data processing from outside service providers to the Company's data system. Without the one-time data conversion expenses non-interest expense increased $587 thousand, or 8 percent. Compensation and employee benefits increased $162 thousand, or 4 percent. Occupancy and equipment expense was up $241 thousand, or 24 percent. Other expenses were up $232 thousand, or 11 percent. The reasons for the increased operating expenses include the addition of the two Butte branches and $78 thousand in amortization of the premium paid for that acquisition, the start-up of the new Bozeman office by Big Sky Western Bank, and other growth related expenses.

Operating results six months ended June 30, 2000 compared to June 30, 1999

Earnings were $6.420 million, or fully diluted earnings per share of $.56 compared to $.54 last year, an increase of 4 percent. Return on average assets and return on average equity, were 1.30 percent and 15.05 percent, respectively. The 1999 return on average assets was 1.52 percent and the return on average equity was 14.29 percent.

Net operating earnings, without the after tax data conversion expense of $225 thousand, were $6.645 million, an increase of $588 thousand, or 10 percent over the same six months in 1999, and fully diluted operating earnings per share were $.58 an increase of $.05, or 9 percent over the same period in 1999. The return on average assets and the return on average equity, without the data conversion expense, were 1.35 percent and 15.58 percent, respectively.

Net interest income

Net interest income for the six months was $20.060 million an increase of $2.629 million, or 15 percent over the same 1999 period. Growth in earning assets combined with the increased percentage of higher yielding commercial and consumer loans was the primary reason for the increase in net interest income. The net interest margin as a percentage of average earning assets on a tax equivalent basis, was 4.4 percent, a decline from 4.7 percent in 1999. Interest income increased $7,665 million, or 25.66 percent over the same period last year. Interest expense increased $5.036 million, or 40.47 percent due to the increase in borrowings, a 175 basis point increase short term interest rates on borrowings, and the increase in interest-bearing deposits.

Loan loss provision

The provision for loan losses was $992 thousand, an increase of $224 thousand or 29 percent from the six-month period in 1999, exceeding the 17 percent growth in loans. The level of non-performing loans remains at a relatively low level compared to the peer group and has declined from a year ago.

Non-interest income

Loan fee income declined by $976 thousand, or 35 percent, the result of lower volume of mortgage loan activity due to increased interest rates. Increases in service charges and other fee income of $632 thousand, or 19 percent, and other income of $327 thousand offset the decline in loan fee income.

Non-interest expense

Non-interest expense, including $366 thousand of data conversion expense, has increased $1.688 million, or 12 percent. The addition of two Butte, Montana offices, staffing increases in the Boise, Sun Valley, and Bozeman offices, and other growth related expenses are the primary reasons for the increases. Compensation, employee benefits and related expenses have increased $775 thousand, or 11 percent. Occupancy and equipment expense increased $288 thousand, or 14 percent. Other expenses, including $156 thousand in premium amortization for the Butte offices, increased $309 thousand, or 7 percent.

Item 3. Quantitative and Qualitative Disclosure About Market Risk

Market risk is the risk of loss in a financial instrument arising from adverse changes in market rates/prices such as interest rates, foreign currency exchange rates, commodity prices, and equity prices. The Company's primary market risk exposure is interest rate risk. The ongoing monitoring and management of this risk is an important component of the Company's asset/liability management process which is governed by policies established by its Board of Directors that are reviewed and approved annually. The Board of Directors delegates responsibility for carrying out the asset/liability management policies to the Asset/Liability committee (ALCO). In this capacity ALCO develops guidelines and strategies impacting the Company's asset/liability management related activities based upon estimated market risk sensitivity, policy limits and overall market interest rate levels/trends.

Interest Rate Risk:

Interest rate risk represents the sensitivity of earnings to changes in market interest rates. As interest rates change the interest income and expense streams associated with the Company's financial instruments also change thereby impacting net interest income (NII), the primary component of the Company's earnings. ALCO utilizes the results of a detailed and dynamic simulation model to quantify the estimated exposure of NII to sustained interest rate changes. While ALCO routinely monitors simulated NII sensitivity over a rolling two-year horizon, it also utilizes additional tools to monitor potential longer-term interest rate risk.

The simulation model captures the impact of changing interest rates on the interest income received and interest expense paid on all assets and liabilities reflected on the Company's balance sheet. This sensitivity analysis is compared to ALCO policy limits which specify a maximum tolerance level for NII exposure over a one year horizon, assuming no balance sheet growth, given a 200 basis point (bp) upward and downward shift in interest rates. A parallel and pro rata shift in rates over a 12 month period is assumed. The following reflects the Company's NII sensitivity analysis as of December 31, 1999, the most recent information available, as compared to the 10% Board approved policy limit (dollars in thousands). There have been no material changes in the analysis from December 31, 1999 to June 30, 2000.

Interest Rate Sensitivity

	+200 bp	-200 bp
Estimated sensitivity	-3.66%	2.68%
Estimated increase (decrease) in net interest income	(372)	272

The preceding sensitivity analysis does not represent a Company forecast and should not be relied upon as being indicative of expected operating results. These hypothetical estimates are based upon numerous assumptions including: the nature and timing of interest rate levels including yield curve shape, prepayments on loans and securities, deposit decay rates, pricing decisions on loans and deposits, reinvestment/replacement of assets and liability cashflows, and others. While assumptions are developed based upon current economic and local market conditions, the Company cannot make any assurances as to the predictive nature of these assumptions including how customer preferences or competitor influences might change.

Also, as market conditions vary from those assumed in the sensitivity analysis, actual results will also differ due to: prepayment/refinancing levels likely deviating from those assumed, the varying impact of interest rate change caps or floors on adjustable rate assets, the potential effect of changing debt service levels on customers with adjustable rate loans, depositor early withdrawals and product preference changes, and other internal/external variables. Furthermore, the sensitivity analysis does not reflect actions that ALCO might take in responding to or anticipating changes in interest rates.

PART II - OTHER INFORMATION

Item 1. Legal Proceedings

There are no pending material legal proceedings to which the registrant or its subsidiaries are a party.

Item 2. Changes in Securities and use of Proceeds

None

Item 3. Defaults upon Senior Securities

None

Item 4. Submission of Matters to a Vote of Securities Holders

At the April 26 annual meeting of shareholders held in Kalispell, Montana, two proposals were voted on. The first proposal was for the election of Directors, and the second proposal was an amendment to the certificate of incorporation to increase the number of shares of common stock that the Company is authorized to issue from 15 million shares to 50 million shares, thereby increasing the total number of authorized shares (common and preferred) to 51 million shares. Following is a tabulation of results:

Proposal One - Election of Directors

Name	For	Against	Abstain
William L. Bouchee	8,814,632	723	212,155
Jon W. Hippler	8,812,713	2,641	212,155
L. Peter Larson	8,814,631	0	212,878
Everit A. Sliter	8,809,715	2,458	212,878

Proposal Two - Amendment to the certificate of incorporation

For	Against	Abstain
7,554,076	1,423,376	50,290

Item 5. Other Information

None

Item 6. Exhibits and Reports on Form 8-K.

a. Exhibit 27 - Financial data schedule

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly cause this report to be signed on its behalf by the undersigned thereunto duly authorized.

GLACIER BANCORP, INC.

August 10, 2000	/s/ Michael J. Blodnick President/CEO
August 10, 2000	/s/James H. Strosahl Executive Vice President/CFO

9
1,000

6-MOS
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JUN-30-2000
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