

Ottawa Savings Bancorp, Inc.
Form 10-Q
May 14, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

(mark one)

- QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934
For the quarterly period ended March 31, 2013

or

- TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission File Number 000-51367

OTTAWA SAVINGS BANCORP, INC.
(Exact name of registrant as specified in its charter)

United States
(State or other jurisdiction of incorporation or
organization)

20-3074627
(I.R.S. Employer Identification Number)

925 LaSalle Street
Ottawa, Illinois
(Address of principal executive offices)

61350
(Zip Code)

(815) 433-2525
(Registrant's telephone number, including area code)

Not Applicable
(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 No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of “large accelerated filer,” “accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Exchange Act. (Check one):

Large Accelerated Filer

Accelerated Filer

Non-Accelerated Filer (Do not check if a smaller reporting company)

Smaller Reporting Company

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

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Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date:

Class	Outstanding as of May 10, 2013
Common Stock, \$0.01 par value	2,117,979

OTTAWA SAVINGS BANCORP, INC.

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For the quarterly period ended March 31, 2013

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Part I – Financial Information

ITEM 1 – FINANCIAL STATEMENTS

OTTAWA SAVINGS BANCORP, INC.
 Consolidated Balance Sheets
 March 31, 2013 and December 31, 2012
 (Unaudited)

	March 31, 2013	December 31, 2012
Assets		
Cash and due from banks	\$2,054,316	\$1,439,637
Interest bearing deposits	5,689,851	9,348,352
Total cash and cash equivalents	7,744,167	10,787,989
Federal funds sold	6,554,000	1,666,000
Securities held to maturity (fair value of \$13 at December 31, 2012)	-	12
Securities available for sale	31,792,643	28,863,603
Non-marketable equity securities	1,334,436	1,334,436
Loans, net of allowance for loan losses of \$3,597,204 and \$3,381,441 at March 31, 2013 and December 31, 2012, respectively	120,531,396	121,994,851
Loans held for sale	268,634	171,095
Premises and equipment, net	6,588,905	6,629,794
Accrued interest receivable	661,878	696,638
Foreclosed real estate	900,601	1,297,214
Deferred tax assets	2,430,274	2,243,663
Cash value of life insurance	1,594,851	1,587,436
Prepaid FDIC premiums	108,596	163,999
Income tax refunds receivable	166,590	166,590
Other assets	1,458,014	1,442,841
Total assets	\$182,134,985	\$179,046,161
Liabilities and Stockholders' Equity		
Liabilities		
Deposits:		
Non-interest bearing	\$4,834,623	\$4,313,635
Interest bearing	152,889,900	150,761,010
Total deposits	157,724,523	155,074,645
Accrued interest payable	3,619	806
Other liabilities	2,917,856	2,686,620
Total liabilities	160,645,998	157,762,071
Commitments and contingencies		
Redeemable common stock held by ESOP plan	214,338	237,712
Stockholders' Equity		
Common stock, \$.01 par value, 12,000,000 shares authorized; 2,224,911 shares issued	22,249	22,249
Additional paid-in-capital	8,703,824	8,705,547
Retained earnings	13,956,440	13,689,967
Unallocated ESOP shares	(343,413)	(356,132)
Unearned management recognition plan shares	(30,771)	(33,977)

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Accumulated other comprehensive income	392,776	468,554
	22,701,105	22,496,208
Less:		
Treasury stock, at cost; 106,932 shares	(1,212,118)	(1,212,118)
Maximum cash obligation related to ESOP shares	(214,338)	(237,712)
Total stockholders' equity	21,274,649	21,046,378
Total liabilities and stockholders' equity	\$ 182,134,985	\$ 179,046,161

See accompanying notes to these unaudited consolidated financial statements.

OTTAWA SAVINGS BANCORP, INC.
 Consolidated Statements of Operations
 Three Months Ended March 31, 2013 and 2012
 (Unaudited)

	Three Months Ended March 31,	
	2013	2012
Interest and dividend income:		
Interest and fees on loans	\$1,659,748	\$1,776,903
Securities:		
Residential mortgage-backed and related securities	114,193	188,986
U.S. agency securities	-	16,759
State and municipal securities	61,381	41,058
Dividends on non-mark		