

Ottawa Savings Bancorp, Inc.  
Form 10-Q  
November 13, 2015  
**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 September 30, 2015**

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**

**20-3074627**

(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification Number)

**925 LaSalle Street**

**61350**

**Ottawa, Illinois**

(Zip Code)

(Address of principal executive offices)

**(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

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:

<b>Class</b>	<b>Outstanding as of November 13, 2015</b>
Common Stock, \$0.01 par value	2,894,123

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**OTTAWA SAVINGS BANCORP, INC.**

**FORM 10-Q**

**For the quarterly period ended September 30, 2015**

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**Part I – Financial Information**

## ITEM 1 – FINANCIAL STATEMENTS

**OTTAWA SAVINGS BANCORP, INC.****Consolidated Balance Sheets****September 30, 2015 and December 31, 2014**

(Unaudited)

	<b>September 30, 2015</b>	<b>December 31, 2014</b>
<b>Assets</b>		
Cash and due from banks	\$2,577,799	\$2,053,117
Interest earning deposits	1,826,125	3,140,118
<b>Total cash and cash equivalents</b>	<b>4,403,924</b>	<b>5,193,235</b>
Time deposits	649,000	854,861
Federal funds sold	5,668,000	1,662,000
Securities available for sale	50,640,707	52,772,108
Non-marketable equity securities	1,358,121	1,780,674
Loans, net of allowance for loan losses of \$2,324,587 and \$2,314,607 at September 30, 2015 and December 31, 2014, respectively	139,256,712	142,501,513
Loans held for sale	102,000	-
Premises and equipment, net	7,067,382	7,040,228
Accrued interest receivable	824,066	881,612
Foreclosed real estate	146,428	232,650
Deferred tax assets	2,897,770	3,055,068
Cash value of life insurance	2,183,848	2,148,043
Goodwill	649,869	649,869
Core deposit intangible	480,000	567,000
Other assets	1,958,706	2,386,030
<b>Total assets</b>	<b>\$218,286,533</b>	<b>\$221,724,891</b>
<b>Liabilities and Stockholders' Equity</b>		
<b>Liabilities</b>		
<b>Deposits:</b>		
Non-interest bearing	\$9,913,540	\$8,198,356
Interest bearing	171,847,271	174,034,663
<b>Total deposits</b>	<b>181,760,811</b>	<b>182,233,019</b>
Accrued interest payable	2,794	369
FHLB advances	2,672,003	5,483,036
Other liabilities	3,072,363	3,876,053

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<b>Total liabilities</b>	187,507,971	191,592,477
Commitments and contingencies		
Redeemable common stock held by ESOP plan	462,890	424,730
<b>Stockholders' Equity</b>		
Common stock, \$.01 par value, 12,000,000 shares authorized; 3,001,055 shares issued	30,010	30,010
Additional paid-in-capital	15,842,174	15,830,623
Retained earnings	15,947,081	15,423,412
Unallocated ESOP shares	(216,223 )	(254,380 )
Unearned management recognition plan shares	(5,975 )	(12,388 )
Accumulated other comprehensive income	393,613	327,255
	31,990,680	31,344,532
Less:		
Treasury stock, at cost; 106,932 shares	(1,212,118 )	(1,212,118 )
Maximum cash obligation related to ESOP shares	(462,890 )	(424,730 )
<b>Total stockholders' equity</b>	30,315,672	29,707,684
<b>Total liabilities and stockholders' equity</b>	\$218,286,533	\$221,724,891

See accompanying notes to these unaudited consolidated financial statements.

**OTTAWA SAVINGS BANCORP, INC.**

**Consolidated Statements of Operations**

**Three and Nine Months Ended September 30, 2015 and 2014**

(Unaudited)

	<b>Three Months Ended September 30, 2015</b>	<b>2014</b>	<b>Nine Months Ended September 30, 2015</b>	<b>2014</b>
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Interest and dividend income: