

PATHFINDER BANCORP INC

Form 10-Q

August 12, 2011

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

FORM 10-Q

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

For the quarterly period ended June 30, 2011

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: 000-23601

PATHFINDER BANCORP, INC.
(Exact Name of Company as Specified in its Charter)

FEDERAL
(State or Other Jurisdiction of Incorporation or
Organization)

16-1540137
(I.R.S. Employer Identification Number)

214 West First Street, Oswego, NY 13126
(Address of Principal Executive Office) (Zip Code)

(315) 343-0057
(Issuer's Telephone Number including area code)

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.

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 during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

YES T 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 definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

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Large accelerated filer*
filer*

Accelerated filer*
Smaller reporting company T
(Do not check if a smaller reporting company)

Non-accelerated

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). YES * NO
 T

As of August 9, 2011, there were 2,979,969 shares issued and 2,492,682 shares outstanding of the Registrant's Common Stock.

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PART I FINANCIAL INFORMATION

Item 1 – Consolidated Financial Statements

Pathfinder Bancorp, Inc.
Consolidated Statements of Condition
(Unaudited)

(In thousands, except share data)	June 30, 2011	December 31, 2010
ASSETS:		
Cash and due from banks	\$12,394	\$6,366
Interest earning deposits	390	7,397
Total cash and cash equivalents	12,784	13,763
Investment securities, at fair value	90,314	85,327
Federal Home Loan Bank stock, at cost	1,815	2,134
Loans	289,496	285,296
Less: Allowance for loan losses	4,006	3,648
Loans receivable, net	285,490	281,648
Premises and equipment, net	10,532	9,432
Accrued interest receivable	1,640	1,709
Foreclosed real estate	945	375
Goodwill	3,840	3,840
Bank owned life insurance	7,832	6,915
Other assets	3,340	3,402
Total assets	\$418,532	\$408,545
LIABILITIES AND SHAREHOLDERS' EQUITY:		
Deposits:		
Interest-bearing	\$306,069	\$295,786
Noninterest-bearing	38,280	30,716
Total deposits	344,349	326,502
Short-term borrowings	7,106	13,000
Long-term borrowings	25,000	28,000
Junior subordinated debentures	5,155	5,155
Other liabilities	4,480	5,296
Total liabilities	386,090	377,953
Shareholders' equity:		
Preferred stock, par value \$0.01 per share; \$1,000 liquidation preference; 1,000,000 shares authorized; 6,771 shares issued and outstanding	6,290	6,225
Common stock, par value \$0.01; authorized 10,000,000 shares; 2,973,719 and 2,972,119 shares issued and 2,486,432, and 2,484,832 shares outstanding, respectively	30	30
Additional paid in capital	8,631	8,615
Retained earnings	24,792	24,163
Accumulated other comprehensive loss	(799)	(1,939)
Treasury stock, at cost; 487,287 shares	(6,502)	(6,502)
Total shareholders' equity	32,442	30,592
Total liabilities and shareholders' equity	\$418,532	\$408,545

The accompanying notes are an integral part of the consolidated financial statements.

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Pathfinder Bancorp, Inc.
Consolidated Statements of Income
(Unaudited)

(In thousands, except per share data)	For the three months ended June 30, 2011	For the three months ended June 30, 2010
Interest and dividend income:		
Loans, including fees	\$ 3,981	\$ 3,752
Debt securities:		
Taxable	604	615
Tax-exempt	75	68
Dividends	26	47
Federal funds sold and interest earning deposits	1	3
Total interest income	4,687	4,485
Interest expense:		
Interest on deposits	821	853
Interest on short-term borrowings	7	-
Interest on long-term borrowings	278	355
Total interest expense	1,106	1,208