

Citizens Community Bancorp Inc.
Form 10-Q
February 14, 2011

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 December 31, 2010

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 001-33003

CITIZENS COMMUNITY BANCORP, INC.
(Exact name of registrant as specified in its charter)

Maryland
(State or other jurisdiction of incorporation or organization)

20-5120010
(IRS Employer Identification Number)

2174 EastRidge Center, Eau Claire, WI 54701
(Address of principal executive offices)

715-836-9994
(Registrant's telephone number, including area code)

(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 and 15(d) of the Securities Exchange Act of 1934 during the past 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 small 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):

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Large accelerated filer Accelerated filer Non-Accelerated filer Smaller reporting company
(do not check if a 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

APPLICABLE ONLY TO CORPORATE ISSUERS

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

At February 14, 2011 there were 5,113,258 shares of the registrant's common stock, par value \$0.01 per share, outstanding.

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CITIZENS COMMUNITY BANCORP, INC.

FORM 10-Q

DECEMBER 31, 2010

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ITEM 1. FINANCIAL STATEMENTS

CITIZENS COMMUNITY BANCORP, INC.

Consolidated Balance Sheets

December 31, 2010 unaudited and September 30, 2010 derived from audited financial statements
(in thousands, except share data)

Assets	December 31, 2010	September 30, 2010
Cash and cash equivalents	\$ 67,302	\$ 72,438
Securities available-for-sale (at fair value)	40,856	41,708
Federal Home Loan Bank stock	5,787	5,787
Loans receivable	450,718	456,232
Allowance for loan losses	(4,412)	(4,145)
Loans receivable - net	446,306	452,087
Office properties and equipment - net	7,399	7,216
Accrued interest receivable	1,774	1,977
Intangible assets	732	815
Other assets	10,182	12,337
TOTAL ASSETS	\$ 580,338	\$ 594,365
Liabilities and Stockholders' Equity		
Liabilities:		
Deposits	\$ 482,393	\$ 476,302
Federal Home Loan Bank advances	42,800	64,200
Other liabilities	3,344	3,986
Total liabilities	528,537	544,488
Stockholders' equity:		
Common stock - 5,113,258 and 5,113,258 shares, respectively	51	51
Additional paid-in capital	53,823	53,823
Retained earnings	891	1,130
Unearned deferred compensation	-	(1)
Accumulated other comprehensive loss	(2,964)	(5,126)
Total stockholders' equity	51,801	49,877
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 580,338	\$ 594,365

See accompanying condensed notes to consolidated financial statements.

CITIZENS COMMUNITY BANCORP, INC.
Consolidated Statements of Operations - Unaudited
Three Months Ended December 31, 2010 and 2009
(in thousands, except per share data)

	Three Months Ended December 31, 2010	December 31, 2009
Interest and Dividend Income:		
Interest and fees on loans	\$ 7,269	\$ 7,348
Interest on investments	690	824
Total interest and dividend income	7,959	8,172
Interest expense:		
Interest on deposits	1,989	2,272
Interest on borrowed funds	607	921
Total interest expense	2,596	3,193
Net interest income	5,363	4,979
Provision for loan losses	1,600	760
Net interest income after provision for loan losses	3,763	4,219
Noninterest income:		
Total other-than-temporary impairment losses	(1,980)	(606)
Portion of loss recognized in other comprehensive loss (before tax)	1,410	22
Net impairment losses recognized in earnings	(570)	(584)
Service charges on deposit accounts	374	