

Cheviot Financial Corp.
Form 10-Q
November 12, 2014

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, 2014

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 No. 0-50529

CHEVIOT FINANCIAL CORP.
(Exact name of registrant as specified in its charter)

Maryland
(State or other jurisdiction of
incorporation or
organization)

90-0789920
(I.R.S. Employer
Identification Number)

3723 Glenmore Avenue, Cincinnati, Ohio 45211
(Address of principal executive office)

Registrant's telephone number, including area code: (513) 661-0457

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Sections 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 is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definition 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

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Small business issuer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

As of November 12, 2014, the latest practicable date, 6,707,803 shares of the registrant's common stock, \$.01 par value, were issued and outstanding.

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 No

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Cheviot Financial Corp.

CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

(In thousands, except share data)

	September 30, 2014 (Unaudited)	December 31, 2013
ASSETS		
Cash and due from banks	\$ 7,150	\$ 14,129
Federal funds sold	4,493	3,340
Interest-earning deposits in other financial institutions	4,655	4,643
Cash and cash equivalents	16,298	22,112
Investment securities available for sale – at fair value	144,289	153,942
Mortgage-backed securities available for sale - at fair value	17,902	9,361
Mortgage-backed securities held to maturity - at cost, approximate market value of \$2,872 and \$3,230 at September 30, 2014 and December 31, 2013, respectively	2,769	3,116
Loans receivable - net	334,434	336,134
Loans held for sale - at lower of cost or market	765	703
Real estate acquired through foreclosure - net	2,276	3,284
Office premises and equipment - at depreciated cost	11,008	11,505
Federal Home Loan Bank stock - at cost	8,651	8,651
Accrued interest receivable on loans	1,046	1,173
Accrued interest receivable on mortgage-backed securities	55	23
Accrued interest receivable on investments and interest-earning deposits	631	775
Goodwill	10,309	10,309
Core deposit intangible	425	540
Prepaid expenses and other assets	4,238	3,537
Bank-owned life insurance	15,844	15,733
Prepaid federal income taxes	267	1,284
Deferred federal income taxes	1,626	4,928
Total assets	\$ 572,833	\$ 587,110
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits	\$ 455,805	\$ 469,387
Advances from the Federal Home Loan Bank	15,444	19,261
Advances by borrowers for taxes and insurance	1,703	2,357
Accrued interest payable	60	71
Accounts payable and other liabilities	5,068	5,107

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Total liabilities	478,080		496,183
Shareholders' equity			
Preferred stock - authorized 5,000,000 shares, \$.01 par value; none issued			
Common stock - authorized 30,000,000 shares, \$.01 par value; 6,707,803 and 6,834,803 shares issued at September 30, 2014 and December 31, 2013	76		76
Additional paid-in capital	55,820		57,215
Shares acquired by stock benefit plans	(1,545)	(1,574)
Retained earnings - restricted	42,857		42,439
Accumulated comprehensive loss, unrealized losses on securities available for sale, net of related tax benefit	(2,455)	(7,229)
Total shareholders' equity	94,753		90,927
Total liabilities and shareholders' equity	\$ 572,833	\$	587,110

See accompanying notes to consolidated financial statements.

Cheviot Financial Corp.

CONSOLIDATED STATEMENTS OF EARNINGS (UNAUDITED)

(In thousands, except per share data)

	Nine months ended September 30,		Three months ended September 30,	
	2014	2013	2014	2013
Interest income				
Loans	\$ 11,063	\$ 11,840	\$ 3,619	\$ 3,822
Mortgage-backed securities	199	136	87	54