

EVANS BANCORP INC
Form 10-Q
August 04, 2016

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 quarterly period ended June 30, 2016

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 001-35021

EVANS BANCORP, INC. .

(Exact name of registrant as specified in its charter)

New York 16-1332767

(State or other jurisdiction of (I.R.S. Employer

incorporation or organization) Identification No.)

One Grimsby Drive, Hamburg, NY 14075

(Address of principal executive offices) (Zip Code)

(716) 926-2000 .

(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 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

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

Common Stock, \$.50 par value 4,286,939 shares as of August 4, 2016

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EVANS BANCORP, INC. AND SUBSIDIARIES
UNAUDITED CONSOLIDATED BALANCE SHEETS
JUNE 30, 2016 AND DECEMBER 31, 2015
(in thousands, except share and per share amounts)

	June 30, 2016	December 31, 2015
ASSETS		
Cash and due from banks	\$ 10,807	\$ 11,813
Interest-bearing deposits at banks	723	10,808
Securities:		
Available for sale, at fair value (amortized cost: \$106,875 at June 30, 2016; \$96,374 at December 31, 2015)	109,107	97,141
Held to maturity, at amortized cost (fair value: \$1,519 at June 30, 2016; \$1,584 at December 31, 2015)	1,522	1,617
Federal Home Loan Bank common stock, at cost	1,636	1,296
Federal Reserve Bank common stock, at cost	1,501	1,487
Loans, net of allowance for loan losses of \$12,773 at June 30, 2016 and \$12,883 at December 31, 2015	840,533	761,101
Properties and equipment, net of accumulated depreciation of \$16,377 at June 30, 2016 and \$15,799 at December 31, 2015	11,592	11,051
Goodwill	8,101	8,101
Bank-owned life insurance	21,254	20,978
Other assets	14,822	13,714
TOTAL ASSETS	\$ 1,021,598	\$ 939,107
LIABILITIES AND STOCKHOLDERS' EQUITY		
LIABILITIES		
Deposits:		
Demand	\$ 187,774	\$ 183,098
NOW	88,993	83,674
Regular savings	480,290	439,993
Time	112,828	96,217
Total deposits	869,885	802,982
Securities sold under agreement to repurchase	14,511	10,821
Other borrowings	16,000	10,000
Other liabilities	15,083	12,718
Junior subordinated debentures	11,330	11,330
Total liabilities	926,809	847,851
CONTINGENT LIABILITIES AND COMMITMENTS		

STOCKHOLDERS' EQUITY:

Common stock, \$.50 par value, 10,000,000 shares authorized; 4,290,222 and 4,260,203 shares issued at June 30, 2016 and December 31, 2015, respectively, and 4,286,939 and 4,257,179 outstanding at June 30, 2016 and December 31, 2015, respectively	2,147	2,132
Capital surplus	43,836	43,318
Treasury stock, at cost, 3,283 and 3,024 shares at June 30, 2016 and December 31, 2015, respectively	(80)	-
Retained earnings	49,707	47,616
Accumulated other comprehensive loss, net of tax	(821)	(1,810)
Total stockholders' equity	94,789	91,256
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,021,598	\$ 939,107

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UNAUDITED CONSOLIDATED STATEMENTS OF INCOME
THREE MONTHS ENDED JUNE 30, 2016 AND 2015
(in thousands, except share and per share amounts)

	Three Months Ended June 30,	
	2016	2015
INTEREST INCOME		
Loans	\$ 8,878	\$ 7,934
Interest bearing deposits at banks	33	33
Securities:		
Taxable	561	429
Non-taxable	222	240
Total interest income	9,694	8,636
INTEREST EXPENSE		
Deposits	1,036	860
Other borrowings	51	46
Junior subordinated debentures	91	82
Total interest expense	1,178	988
NET INTEREST INCOME	8,516	7,648
PROVISION FOR LOAN LOSSES (CREDIT)	(376)	415
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	8,892	7,233
NON-INTEREST INCOME		
Bank charges	403	411
Insurance service and fees	1,572	1,821
Gain on loans sold	29	58
Bank-owned life insurance	141	152
Loss on tax credit investment	(2,139)	-
Refundable state historic tax credit	1,508	-
Interchange fee income	340	324
Other	426	710
Total non-interest income	2,280	3,476
NON-INTEREST EXPENSE		
Salaries and employee benefits	5,467	5,066
Occupancy	740	697
Repairs and maintenance	212	215
Advertising and public relations	190	231
Professional services	656	670
Technology and communications	339	262
FDIC insurance	182	148

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Other	933	952
Total non-interest expense	8,719	8,241
INCOME BEFORE INCOME TAXES	2,453	2,468
INCOME TAX PROVISION	450	793
NET INCOME	\$ 2,003	\$ 1,675
Net income per common share-basic	\$ 0.47	\$ 0.40
Net income per common share-diluted	\$ 0.46	\$ 0.39
Cash dividends per common share	\$ -	\$ -
Weighted average number of common shares outstanding	4,284,180	4,234,334
Weighted average number of diluted shares outstanding	4,346,599	4,309,688

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(in thousands, except share and per share amounts)

	Six Months Ended June 30,	
	2016	2015
INTEREST INCOME		
Loans	\$ 17,608	\$ 15,746
Interest bearing deposits at banks	44	34
Securities:		
Taxable	938	835
Non-taxable	460	477
Total interest income	19,050	17,092
INTEREST EXPENSE		
Deposits	1,995	1,643
Other borrowings	101	60
Junior subordinated debentures	178	160
Total interest expense	2,274	1,863
NET INTEREST INCOME	16,776	15,229

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PROVISION FOR LOAN LOSSES (CREDIT)	(168)	616
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	16,944	14,613
NON-INTEREST INCOME		
Bank charges	846	820
Insurance service and fees	3,320	3,650
Gain on loans sold	44	81
Bank-owned life insurance	277	289
Loss on tax credit investment	(2,139)	-
Refundable state historic tax credit	1,508	-
Interchange fee income	658	618
Other	760	1,084
Total non-interest income	5,274	6,542
NON-INTEREST EXPENSE		
Salaries and employee benefits	10,981	9,860
Occupancy	1,439	1,392
Repairs and maintenance	388	388
Advertising and public relations	475	442
Professional services	1,236	1,180
Technology and communications	761	522
FDIC insurance	341	295
Other	1,626	1,674
Total non-interest expense	17,247	15,753
INCOME BEFORE INCOME TAXES	4,971	5,402
INCOME TAX PROVISION	1,254	1,822
NET INCOME	\$ 3,717	\$ 3,580
Net income per common share-basic	\$ 0.87	\$ 0.85
Net income per common share-diluted	\$ 0.86	\$ 0.83
Cash dividends per common share	\$ 0.38	\$ 0.36
Weighted average number of common shares outstanding	4,273,645	4,233,196
Weighted average number of diluted shares outstanding	4,337,299	4,309,423

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ITEM 1 - FINANCIAL STATEMENTS

EVANS BANCORP, INC. AND SUBSIDIARIES

UNAUDITED STATEMENTS OF CONSOLIDATED COMPREHENSIVE INCOME

THREE MONTHS ENDED JUNE 30, 2016 AND 2015

(in thousands, except share and per share amounts)

	Three Months Ended June 30,	
	2016	2015
NET INCOME	\$ 2,003	\$ 1,675
OTHER COMPREHENSIVE INCOME (LOSS), NET OF TAX:		
Unrealized gain (loss) on available-for-sale securities	260	(637)
Defined benefit pension plans:		
Amortization of prior service cost	5	5
Amortization of actuarial assumptions	35	37
Total	40	42
OTHER COMPREHENSIVE INCOME (LOSS), NET OF TAX	300	(595)
COMPREHENSIVE INCOME	\$ 2,303	\$ 1,080

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UNAUDITED STATEMENTS OF CONSOLIDATED COMPREHENSIVE INCOME

SIX MONTHS ENDED JUNE 30, 2016 AND 2015

(in thousands, except share and per share amounts)

	Six Months Ended June 30,	
	2016	2015
NET INCOME	\$ 3,717	\$ 3,580
OTHER COMPREHENSIVE INCOME (LOSS), NET OF TAX:		
Unrealized gain (loss) on available-for-sale securities	909	(306)
Defined benefit pension plans:		
Amortization of prior service cost	10	10
Amortization of actuarial assumptions	70	61
Total	80	71
OTHER COMPREHENSIVE INCOME (LOSS), NET OF TAX	989	(235)
COMPREHENSIVE INCOME	\$ 4,706	\$ 3,345

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UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS'
EQUITY
SIX MONTHS ENDED JUNE 30, 2016 AND 2015
(in thousands, except share and per share
amounts)

	Common Stock	Capital Surplus	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Treasury Stock	Total
Balance, December 31, 2014	\$ 2,123	\$ 43,102	\$ 42,822	\$ (1,508)	\$ (751)	\$ 85,788
Net Income			3,580			3,580
Other comprehensive loss				(235)		(235)
Cash dividends (\$0.36 per common share)			(1,517)			(1,517)
Stock options and restricted stock expense		263				263
Excess tax expense from stock-based compensation		44				44
Reissued 20,592 restricted shares, net of 588 forfeitures		(503)			503	-
Repurchased 3,397 shares in treasury stock					(83)	(83)
Reissued 8,034 shares in stock option exercise		(55)			155	100
Reissued 5,582 shares under Dividend Reinvestment Plan		4			134	138
Issued 5,672 shares in Employee Stock Purchase Plan	3	114				117
Balance, June 30, 2015	\$ 2,126	\$ 42,969	\$ 44,885	\$ (1,743)	\$ (42)	\$ 88,195
Balance, December 31, 2015	\$ 2,132	\$ 43,318	\$ 47,616	\$ (1,810)	\$ -	\$ 91,256
Net Income			3,717			3,717
Other comprehensive income				989		989
Cash dividends (\$0.38 per common share)			(1,626)			(1,626)
Stock compensation expense		270				270
Excess tax benefit from stock-based compensation		15				15
Repurchased 3,280 shares in treasury stock					(80)	(80)
Issued 19,093 restricted shares	10	(10)				-
Issued 5,270 shares under Dividend Reinvestment Plan	3	129				132
	2	106				108

Issued 5,166 shares in Employee Stock Purchase Plan							
Issued 490 shares in stock option exercises		8					8
Reissued 3,021 restricted shares, net of forfeitures							-
Balance, June 30, 2016	\$ 2,147	\$ 43,836	\$ 49,707	\$ (821)	\$ (80)		\$ 94,789

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UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2016 AND 2015
(in thousands)

	Six Months Ended June 30,	
	2016	2015
OPERATING ACTIVITIES:		
Interest received	\$ 18,778	\$ 16,916
Fees received	5,554	5,795
Interest paid	(2,249)	(1,939)
Cash paid to employees and vendors	(16,429)	(15,932)
Cash contributed to pension plan	(140)	(165)
Income taxes paid	(279)	(601)
Proceeds from sale of loans held for resale	3,514	9,772
Originations of loans held for resale	(3,477)	(10,295)
Net cash provided by operating activities	5,272	3,551
INVESTING ACTIVITIES:		
Available for sales securities:		
Purchases	(25,953)	(24,370)
Proceeds from maturities, calls, and payments	15,005	14,299
Held to maturity securities:		
Purchases	-	(50)
Proceeds from maturities, calls, and payments	95	184
Proceeds from property insurance	-	927
Additions to properties and equipment	(1,119)	(499)
Purchase of tax credit investment	(703)	(831)
Net increase in loans	(78,823)	(14,360)
Net cash used in investing activities	(91,498)	(24,700)
FINANCING ACTIVITIES:		
Proceeds from (repayments of) borrowings, net	9,690	(6,469)
Net increase in deposits	66,903	66,531
Dividends paid	(1,626)	(1,517)
Repurchase of treasury stock	(80)	(83)
Issuance of common stock	248	117
Reissuance of treasury stock	-	237

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Net cash provided by financing activities	75,135	58,816
Net (decrease) increase in cash and cash equivalents	(11,091)	37,667
CASH AND CASH EQUIVALENTS:		
Beginning of period	22,621	10,898
End of period	\$ 11,530	\$ 48,565

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UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2016 AND 2015
(in thousands)

	Six Months Ended June 30,	
	2016	2015
RECONCILIATION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Net income	\$ 3,717	\$ 3,580
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation and amortization	647	745
Deferred tax expense	125	191
Provision for loan losses (credit)	(168)	616
Loss on tax credit investment	2,139	-
Refundable state historic tax credit	(1,508)	-
Gain on loans sold	(44)	(81)
Stock options and restricted stock expense	270	263
Proceeds from sale of loans held for resale	3,514	9,772
Originations of loans held for resale	(3,477)	(10,295)
Changes in assets and liabilities affecting cash flow:		
Other assets	(1,001)	(1,112)
Other liabilities	1,058	(128)
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 5,272	\$ 3,551

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PART 1 – FINANCIAL INFORMATION

ITEM 1 – FINANCIAL STATEMENTS

EVANS BANCORP, INC. AND SUBSIDIARIES

NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2016 AND 2015

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies followed by Evans Bancorp, Inc. (the “Company”), a financial holding company, and its two direct, wholly-owned subsidiaries: (i) Evans Bank, National Association (the “Bank”), and the Bank’s subsidiaries, Evans National Leasing, Inc. (“ENL”), Evans National Holding Corp. (“ENHC”) and Suchak Data Systems, LLC (“SDS”); and (ii) Evans National Financial Services, LLC (“ENFS”), and ENFS’s subsidiary, The Evans Agency, LLC (“TEA”), and TEA’s subsidiaries, Frontier Claims Services, Inc. (“FCS”) and ENB Associates Inc. (“ENBA”), in the preparation of the accompanying interim unaudited consolidated financial statements conform with U.S. generally accepted accounting principles (“GAAP”) and with general practice within the industries in which it operates. Except as the context otherwise requires, the Company and its direct and indirect subsidiaries are collectively referred to in this report as the “Company.”

The results of operations for the three and six month periods ended June 30, 2016 are not necessarily indicative of the results to be expected for the full year. The accompanying unaudited consolidated financial statements should be read in conjunction with the Audited Consolidated Financial Statements and the Notes thereto included in our Annual Report on Form 10-K for the year ended December 31, 2015 (“10-K”). The Company’s significant accounting policies are disclosed in Note 1 to the 10-K.

An accounting policy not discussed in Note 1 to the 10-K is the accounting for rehabilitation of historic properties tax credit investments. In the typical structure of these transactions, the Bank will invest in a partnership that is incurring expenses related to the rehabilitation of a certified historic structure located in New York State. At the time the historic structure is placed in service, the Bank is eligible for a federal and New York State tax credit. At the same time, the Bank evaluates its investment, which is valued at the present value of the expected cash flows from its partnership interest. If the investment is determined to be impaired, the Bank will record that impairment loss on its income statement in non-interest income. The federal tax credit impact is included in the Company’s estimated effective tax rate calculation and recorded in income tax expense. For New York State, any new credit earned from rehabilitated historic properties placed in service on or after January 1, 2015, not used in the current tax year will be

treated as a refund or overpayment of tax to be credited to the next year's tax. Since the realization of the tax credit does not depend on the Bank's generation of future taxable income or the Bank's ongoing tax status or tax position, the credit is not considered an element of income tax accounting under ASC 740. In such cases, the Bank would not record the credit as a reduction of income tax expense; rather, the Bank includes the refundable New York State tax credit in non-interest income.

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2. SECURITIES

The amortized cost of securities and their approximate fair value at June 30, 2016 and December 31, 2015 were as follows:

	June 30, 2016 (in thousands)			
	Amortized Cost	Unrealized Gains	Losses	Fair Value
Available for Sale:				
Debt securities:				
U.S. government agencies	\$ 17,185	\$ 285	\$ (2)	\$ 17,468
States and political subdivisions	36,389	1,204	(10)	37,583
Total debt securities	\$ 53,574	\$ 1,489	\$ (12)	\$ 55,051
Mortgage-backed securities:				
FNMA	\$ 16,369	\$ 347	\$ -	\$ 16,716
FHLMC	4,136	96	(19)	4,213
GNMA	2,862	52	(4)	2,910
CMO	29,934	330	(47)	30,217
Total mortgage-backed securities	\$ 53,301	\$ 825	\$ (70)	\$ 54,056
Total securities designated as available for sale	\$ 106,875	\$ 2,314	\$ (82)	\$ 109,107
Held to Maturity:				
Debt securities				
States and political subdivisions	\$ 1,522	\$ 14	\$ (17)	\$ 1,519
Total securities designated as held to maturity	\$ 1,522	\$ 14	\$ (17)	\$ 1,519

December 31, 2015
(in thousands)

Amortized Unrealized Fair

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	Cost	Gains	Losses	Value
Available for Sale:				
Debt securities:				
U.S. government agencies	\$ 21,914	\$ 166	\$ (234)	\$ 21,846
States and political subdivisions	36,838	874	(29)	37,683
Total debt securities	\$ 58,752	\$ 1,040	\$ (263)	\$ 59,529
Mortgage-backed securities:				
FNMA	\$ 10,314	\$ 160	\$ (25)	\$ 10,449
FHLMC	4,629	61	(56)	4,634
GNMA	3,215	48	(27)	3,236
CMO	19,464	66	(237)	19,293
Total mortgage-backed securities	\$ 37,622	\$ 335	\$ (345)	\$ 37,612
Total securities designated as available for sale	\$ 96,374	\$ 1,375	\$ (608)	\$ 97,141
Held to Maturity:				
Debt securities				
States and political subdivisions	\$ 1,617	\$ 6	\$ (39)	\$ 1,584
Total securities designated as held to maturity	\$ 1,617	\$ 6	\$ (39)	\$ 1,584

Available for sale securities with a total fair value of \$94 million and \$86 million at June 30, 2016 and December 31, 2015, respectively, were pledged as collateral to secure public deposits and for other purposes required or permitted by law.

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The Company uses the Federal Home Loan Bank of New York (“FHLBNY”) as its primary source of overnight funds and also has several long-term advances with FHLBNY. The Company had \$16 million and \$10 million in borrowed funds at FHLBNY at June 30, 2016 and December 31, 2015, respectively. The Company has pledged sufficient collateral in the form of residential and commercial real estate loans at FHLBNY that meets FHLB collateral requirements. As a member of the Federal Home Loan Bank (“FHLB”) System, the Bank is required to hold stock in FHLBNY. The Bank held \$2 million and \$1 million in FHLBNY stock at June 30, 2016 and December 31, 2015, respectively. The Company regularly evaluates investments in FHLBNY for impairment, considering liquidity, operating performance, capital position, stock repurchase and dividend history. As of June 30, 2016, the Bank’s investment in FHLBNY stock was not impaired.

The Bank, as a member of the Federal Reserve Bank (“FRB”) system, is currently required to purchase and hold shares of capital stock in the FRB in an amount equal to 6% of its capital and surplus. The Bank’s investment in FRB capital stock totaled \$1.5 million at each of June 30, 2016 and December 31, 2015. Based on the current capital adequacy and liquidity position of the FRB, management believes there is no impairment in the Company’s investment at June 30, 2016 and the cost of the investment approximates fair value.

The scheduled maturities of debt and mortgage-backed securities at June 30, 2016 and December 31, 2015 are summarized below. All maturity amounts are contractual maturities. Actual maturities may differ from contractual maturities because certain issuers have the right to call or prepay obligations with or without call premiums.

	June 30, 2016		December 31, 2015	
	Amortized cost (in thousands)	Estimated fair value (in thousands)	Amortized cost (in thousands)	Estimated fair value (in thousands)
Debt securities available for sale:				
Due in one year or less	\$ 5,115	\$ 5,149	\$ 4,082	\$ 4,142
Due after one year through five years	31,980	32,736	29,113	29,448
Due after five years through ten years	13,511	14,003	19,356	19,615
Due after ten years	2,968	3,163	6,201	6,324
	53,574	55,051	58,752	59,529

Mortgage-backed securities

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available for sale	53,301	54,056	37,622	37,612
Total available for sale securities	\$ 106,875	\$ 109,107	\$ 96,374	\$ 97,141
Debt securities held to maturity:				
Due in one year or less	\$ 265	\$ 264	\$ 309	\$ 308
Due after one year through five years	358	354	374	365
Due after five years through ten years	793	798	828	815
Due after ten years	106	103	106	96
	1,522	1,519	1,617	1,584
Total held to maturity securities	\$ 1,522	\$ 1,519	\$ 1,617	\$ 1,584

While the contractual maturities of our mortgage-backed securities generally exceed ten years, the Company expects the effective lives to be significantly shorter due to prepayments of the underlying loans and the nature of these securities. The duration of the investment securities portfolio decreased from 4.0 years at December 31, 2015 to 3.7 years at June 30, 2016.

Information regarding unrealized losses within the Company's available for sale securities at June 30, 2016 and December 31, 2015 is summarized below. The securities are primarily U.S. government-guaranteed agency securities or municipal securities. All unrealized losses are considered temporary and related to market interest rate fluctuations.

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June 30, 2016

	Less than 12 months		12 months or longer		Total	
	Fair	Unrealized	Fair	Unrealized	Fair	Unrealized
	Value	Losses	Value	Losses	Value	Losses
	(in thousands)					
Available for Sale:						
Debt securities:						
U.S. government agencies	\$ -	\$ -	\$ 1,998	\$ (2)	\$ 1,998	\$ (2)
States and political subdivisions	-	-	744	(10)	744	(10)
Total debt securities	\$ -	\$ -	\$ 2,742	\$ (12)	\$ 2,742	\$ (12)
Mortgage-backed securities:						
FNMA	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FHLMC	-	-	1,175	(19)	1,175	(19)
GNMA	-	-	347	(4)	347	(4)
CMO	3,270	(43)	1,400	(4)	4,670	(47)
Total mortgage-backed securities	\$ 3,270	\$ (43)	\$ 2,922	\$ (27)	\$ 6,192	\$ (70)
Held To Maturity:						
Debt securities:						
States and political subdivisions	\$ 582	\$ (5)	\$ 430	\$ (12)	\$ 1,012	\$ (17)
Total temporarily impaired securities	\$ 3,852	\$ (48)	\$ 6,094	\$ (51)	\$ 9,946	\$ (99)

December 31, 2015

Less than 12 months		12 months or longer		Total	
Fair	Unrealized	Fair	Unrealized	Fair	Unrealized
Value	Losses	Value	Losses	Value	Losses