

HOME FEDERAL BANCORP, INC. OF LOUISIANA  
Form 10QSB  
May 15, 2008

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

FORM 10-QSB

(Mark One)

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

For the quarterly period ended March 31, 2008

OR

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT

For the transition period to  
from

Commission File Number: 000-51117

HOME FEDERAL BANCORP, INC. OF LOUISIANA  
(Exact name of small business issuer as specified in its charter)

Federal  
(State or other jurisdiction of  
incorporation or organization)

86-1127166  
(IRS Employer Identification No.)

624 Market Street, Shreveport, Louisiana 71101  
(Address of principal executive offices)

(318) 222-1145  
(Issuer's telephone number)

(Former name, former address and former fiscal year, if changed since last report)

Check whether the issuer (1) filed all reports required to be filed by Section 13 or 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 is a shell company (as defined in Rule 12b-2 of the Exchange Act) Yes  No

Shares of common stock, par value \$.01 per share, outstanding as of May 15, 2008: The registrant had 3,383,287 shares of common stock outstanding, of which 2,135,375 shares were held by Home Federal Mutual Holding Company of Louisiana, the registrant's mutual holding company, and 1,247,912 shares were held by the public and directors, officers and employees of the registrant, and the registrant's employee benefit plans.

Transitional Small Business Disclosure Format: Yes  No

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HOME FEDERAL BANCORP, INC. OF LOUISIANA  
CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

	March 31, 2008 (Unaudited)	June 30, 2007 (Audited)
	(In Thousands)	
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 5,623	\$ 3,972
Securities Available-for-Sale	100,355	83,752
Securities Held-to-Maturity	1,702	1,408
Loans Held for Sale	484	1,478
Loans Receivable, Net	28,707	25,211
Accrued Interest Receivable	558	499
Premises and Equipment, Net	894	923
Deferred Tax Asset	--	1,476
Other Assets	274	66
Real Estate Acquired Through Foreclosure	33	--
<b>Total Assets</b>	<b>\$ 138,630</b>	<b>\$ 118,785</b>
 <b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>LIABILITIES</b>		
Deposits	\$ 79,342	\$ 77,710
Advances from Borrowers for Taxes and Insurance	123	196
Advances from Federal Home Loan Bank of Dallas	27,132	12,368
Other Accrued Expenses and Liabilities	780	699
<b>Total Liabilities</b>	<b>107,377</b>	<b>90,973</b>
 <b>COMMITMENTS</b>		
<b>STOCKHOLDERS' EQUITY</b>		
Common stock - 8,000,000 shares of \$.01 par value authorized; 3,558,958 shares issued; 3,383,287 shares outstanding and 3,387,202 shares outstanding at March 31, 2008 and June 30, 2007, respectively	14	14
Additional paid-in capital	13,554	13,509
Retained Earnings - Partially Restricted	20,602	20,449
Unearned ESOP Stock	(954)	(997)
Unearned RRP Trust Stock	(395)	(551)
Accumulated Other Comprehensive Loss	241	(2,841)
Treasury Stock - At Cost	(1,809)	(1,771)
<b>Total Stockholders' Equity</b>	<b>31,253</b>	<b>27,812</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS'</b>	<b>\$ 138,630</b>	<b>\$ 118,785</b>

EQUITY

See accompanying notes to consolidated financial statements.

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HOME FEDERAL BANCORP, INC. OF LOUISIANA  
CONSOLIDATED STATEMENTS OF INCOME  
(Unaudited)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2008	2007	2008	2007
	(In Thousands, Except Per Share Data)			
<b>INTEREST INCOME</b>				
Loans, Including Fees	\$ 514	\$ 457	\$ 1,559	\$ 1,258
Investment Securities	60	67	204	219
Mortgage-Backed Securities	1,088	1,089	3,319	3,222
Other Interest-Earning Assets	54	76	140	200
Total Interest Income	1,716	1,689	5,222	4,899
<b>INTEREST EXPENSE</b>				
Deposits	760	711	2,327	2,019
Federal Home Loan Bank Borrowings	247	186	647	512
Total Interest Expense	1,007	897	2,974	2,531
Net Interest Income	709	792	2,248	2,368
<b>PROVISION FOR LOAN LOSSES</b>				
Net Interest Income after Provision for Loan Losses	--	--	--	--
<b>NON-INTEREST INCOME</b>				
Gain on Sale of Loans	1	3	5	3
Gain on Sale of Investments	55	67	149	168
Other Income	7	7	29	57
Total Non-Interest Income	63	77	183	228
<b>NON-INTEREST EXPENSE</b>				
Compensation and Benefits	390	362	1,180	1,114
Occupancy and Equipment	43	44	128	137
Data Processing	19	22	52	56
Audit and Professional Fees	52	52	184	176
Franchise and Bank Shares Tax	26	40	102	118
Deposit Insurance Premiums	2	2	7	7
Other Expense	70	68	211	206
Total Non-Interest Expense	602	590	1,864	1,814
Income Before Income Taxes	170	279	567	782
<b>PROVISION FOR INCOME TAX EXPENSE</b>				
Net Income	\$ 112	\$ 184	\$ 375	\$ 516
<b>INCOME PER COMMON SHARE:</b>				
Basic	\$0.03	\$0.05	\$0.12	\$0.15
Diluted	\$0.03	\$0.05	\$0.12	\$0.15
<b>DIVIDENDS DECLARED</b>				
	\$0.06	\$0.06	\$0.18	\$0.18

See accompanying notes to consolidated financial statements.

## HOME FEDERAL BANCORP, INC. OF LOUISIANA

CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY  
NINE MONTHS ENDED MARCH 31, 2008 AND 2007

	Common Stock	Additional Paid-in Capital	Unearned ESOP Stock	Unearned RRP Trust Stock	Retained Earnings	Treasury Stock	Accumulated Other Comprehensive Income (Loss)	Total Stockholders' Equity
	(In Thousands)							
BALANCE – JUNE 30, 2006	\$ 14	\$ 13,445	\$ (1,054)	\$ (688)	\$ 20,149	\$ (211)	\$ (3,116)	\$ 28,539
Net Income	--	--	--	--	516	--	--	516
Other Comprehensive Loss:								
Changes in Unrealized Gain on Securities Available- for-Sale, Net of Tax Effects	--	--	--	--	--	--	2,062	2,062
RRP Shares Earned	--	--	--	137	--	--	--	137
Stock Options Vested	--	46	--	--	--	--	--	46
ESOP Compensation Earned	--	2	43	--	--	--	--	45
Dividends Declared	--	--	--	--	(253)	--	--	(253)
Acquisition Treasury Stock	--	--	--	--	--	(508)	--	(508)
BALANCE – MARCH 31, 2007	\$ 14	\$ 13,493	\$ (1,011)	\$ (551)	\$ 20,412	\$ (719)	\$ (1,054)	\$ 30,584
BALANCE – JUNE 30, 2007	\$ 14	\$ 13,509	\$ (997)	\$ (551)	\$ 20,449	\$ (1,771)	\$ (2,841)	\$ 27,812
Net Income	--	--	--	--	374	--	--	374
Other Comprehensive								



Loss:									
Changes in Unrealized Gain on Securities Available- for-Sale, Net of Tax Effects	--	--	--	--	--	--	--	3,082	3,082
Purchase of Common Stock for RRP Trust	--	--	--	156	--	--	--	--	156
Stock Options Vested	--	47	--	--	--	--	--	--	47
ESOP Compensation Earned	--	(2)	43	--	--	--	--	--	41
Dividends Declared	--	--	--	--	(221)	--	--	--	(221)
Acquisition of Treasury Stock	--	--	--	--	--	--	(38)	--	(38)
BALANCE – MARCH 31, 2008	\$ 14	\$ 13,554	\$ (954)	\$ (395)	\$ 20,602	\$ (1,809)	\$ 241	\$ 31,253	

See accompanying notes to consolidated financial statements.

## HOME FEDERAL BANCORP, INC. OF LOUISIANA

CONSOLIDATED STATEMENTS OF CASH FLOWS  
(Unaudited)

	Nine Months Ended March 31,	
	2008	2007
	(In Thousands)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Income	\$ 374	\$ 516
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities		
Net Amortization and Accretion on Securities	(132)	(138)
Gain on Sale of Investments	(149)	(168)
Amortization of Deferred Loan Fees	(17)	(10)
Depreciation of Premises and Equipment	41	48
ESOP Expense	41	44
Stock Option Expense	48	46
Recognition and Retention Plan Expense	118	101
Deferred Income Tax	(16)	(16)
Changes in Assets and Liabilities:		
Loans Held-for-Sale – Originations	(10,712)	--
Loans Held-for-Sale – Principal Repayments	11,706	--
Accrued Interest Receivable	(60)	(22)
Other Operating Assets	(209)	(20)
Other Operating Liabilities	23	125
Net Cash Provided by Operating Activities	1,056	506
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Loan Originations and Purchases, Net of Principal Collections	(3,550)	(4,964)
Deferred Loan Fees Collected	38	7
Acquisition of Premises and Equipment	(12)	(37)
Activity in Available-for-Sale Securities:		
Proceeds from Sales and Maturities of Securities	15,507	21,086
Principal Payments on Mortgage-backed Securities	8,970	7,786
Purchases of Securities	(36,129)	(24,770)
Activity in Held-to-Maturity Securities		
Proceeds from Redemption or Maturity of Investments	--	--
Principal Payments on Mortgage-Backed Securities	115	112
Purchases of Securities	(407)	(124)
Net Cash Used in Investing Activities	(15,468)	( 904)

See accompanying notes to consolidated financial statements.

HOME FEDERAL BANCORP, INC. OF LOUISIANA

CONSOLIDATED STATEMENTS OF CASH FLOWS (Continued)  
(Unaudited)

	Nine Months Ended March 31,	
	2008	2007
	(In Thousands)	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net Increase in Deposits	1,632	4,723
Proceeds from Federal Home Loan Bank Advances	17,700	4,750
Repayments of Advances from Federal Home Loan Bank	(2,936)	(2,797)
Net Decrease in Mortgage-Escrow Funds	(74)	(77)
Dividends Paid	(221)	(253)
Acquisition of Treasury Stock	(38)	(508)
 Net Cash Provided by Financing Activities	 16,063	 5,838
 <b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	 <b>1,651</b>	 <b>5,440</b>