

PATRICK INDUSTRIES INC

Form 10-Q

November 12, 2013

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-Q

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

FOR THE QUARTERLY PERIOD ENDED SEPTEMBER 29, 2013

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 000-03922

PATRICK INDUSTRIES, INC.

(Exact name of registrant as specified in its charter)

INDIANA

(State or other jurisdiction of
incorporation or organization)

35-1057796

(I.R.S. Employer
Identification No.)

107 WEST FRANKLIN STREET, P.O. Box 638, ELKHART, IN

46515

(ZIP Code)

(Address of principal executive offices)

(574) 294-7511

(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 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 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.

Large accelerated filer ☐ Accelerated filer ☐ Non-accelerated filer ☐ 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 ☒

As of October 25, 2013, there were 10,568,430 shares of the registrant's common stock outstanding.

PATRICK INDUSTRIES, INC.

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PART I: FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS**
PATRICK INDUSTRIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(thousands)	As of (Unaudited) Sept. 29, 2013	Dec. 31, 2012
ASSETS		
Current Assets		
Cash and cash equivalents	\$10,510	\$434
Trade receivables, net	35,518	17,858
Inventories	55,854	46,992
Deferred tax assets	2,563	5,149
Prepaid expenses and other	4,178	3,237
Total current assets	108,623	73,670
Property, plant and equipment, at cost	98,622	94,470
Less accumulated depreciation	58,509	57,401
Property, plant and equipment, net	40,113	37,069
Goodwill	16,970	10,362
Intangible assets, net of accumulated amortization (2013: \$4,857; 2012: \$3,269)	26,394	19,219
Deferred tax assets	-	676
Deferred financing costs, net of accumulated amortization (2013: \$1,287; 2012: \$975)	1,400	1,612
Other non-current assets	835	861
TOTAL ASSETS	\$194,335	\$143,469
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities		
Accounts payable	\$36,155	\$17,336
Accrued liabilities	14,872	11,816
Total current liabilities	51,027	29,152
Long-term debt	63,000	49,716
Deferred compensation and other	3,013	3,193
Deferred tax liabilities	468	-

TOTAL LIABILITIES	117,508	82,061
SHAREHOLDERS' EQUITY		
Common stock	49,478	55,501
Additional-paid-in-capital	6,719	4,305
Accumulated other comprehensive income	17	17
Retained earnings	20,613	1,585
TOTAL SHAREHOLDERS' EQUITY	76,827	61,408
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$194,335	\$143,469

See accompanying Notes to Condensed Consolidated Financial Statements.

PATRICK INDUSTRIES, INC.

CONDENSED CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

	Third Quarter Ended		Nine Months Ended	
	Sept. 29,	Sept. 30,	Sept. 29,	Sept. 30,
(thousands except per share data)	2013	2012	2013	2012
NET SALES	\$146,623	\$112,946	\$448,319	\$331,239
Cost of goods sold	124,800	96,043	378,900	280,063
GROSS PROFIT	21,823	16,903	69,419	51,176
Operating expenses:				
Warehouse and delivery	5,293	4,086	14,539	