

COMFORT SYSTEMS USA INC

Form 10-Q

July 27, 2017

Table of Contents

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 June 30, 2017

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: 1 13011

COMFORT SYSTEMS USA, INC.

(Exact name of registrant as specified in its charter)

DELAWARE 76 0526487  
(State or other jurisdiction of (I.R.S. Employer  
Incorporation or Organization) Identification No.)  
675 Bering Drive  
Suite 400  
Houston, Texas 77057  
(Address of Principal Executive Offices) (Zip  
Code)

Registrant's telephone number, including area code: (713) 830 9600

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 (Section 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

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of “large accelerated filer,” “accelerated filer,” “smaller reporting company,” and “emerging growth company” in Rule 12b-2 of the Exchange Act.

Large accelerated filer	Accelerated filer	Non accelerated filer (Do not check if a smaller reporting company)	Smaller reporting company	Emerging growth company
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If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Exchange Act Rule 12b-2). Yes No

The number of shares outstanding of the issuer’s common stock as of July 20, 2017 was 37,287,630 (excluding treasury shares of 3,835,735).

Table of Contents

COMFORT SYSTEMS USA, INC.

INDEX TO FORM 10-Q

FOR THE QUARTER ENDED JUNE 30, 2017

	Page
Part I—Financial Information	
Item 1—Financial Statements	
<u>Consolidated Balance Sheets</u>	1
<u>Consolidated Statements of Operations</u>	2
<u>Consolidated Statements of Stockholders' Equity</u>	3
<u>Consolidated Statements of Cash Flows</u>	4
<u>Condensed Notes to Consolidated Financial Statements</u>	5
<u>Item 2—Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	13
<u>Item 3—Quantitative and Qualitative Disclosures about Market Risk</u>	23
<u>Item 4—Controls and Procedures</u>	23
Part II—Other Information	24
<u>Item 1—Legal Proceedings</u>	24
<u>Item 1A—Risk Factors</u>	24
<u>Item 2—Unregistered Sales of Equity Securities and Use of Proceeds</u>	24
<u>Item 6—Exhibits</u>	25
<u>Signatures</u>	26

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Table of Contents

COMFORT SYSTEMS USA, INC.

## CONSOLIDATED BALANCE SHEETS

(In Thousands, Except Share Amounts)

	June 30, 2017 (Unaudited)	December 31, 2016
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 34,465	\$ 32,074
Accounts receivable, less allowance for doubtful accounts of \$4,715 and \$4,288, respectively	391,536	318,837
Other receivables	14,333	20,363
Inventories	10,571	9,208
Prepaid expenses and other	5,611	6,106
Costs and estimated earnings in excess of billings	40,653	29,369
Total current assets	497,169	415,957
PROPERTY AND EQUIPMENT, NET	74,539	68,195
GOODWILL	203,223	149,208
IDENTIFIABLE INTANGIBLE ASSETS, NET	83,269	42,435
DEFERRED INCOME TAX ASSETS	29,717	27,170
OTHER NONCURRENT ASSETS	5,238	5,938
Total assets	\$ 893,155	\$ 708,903
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Current maturities of long-term debt	\$ 1,113	\$ 600
Current maturities of long-term capital lease obligations	112	163
Accounts payable	124,326	103,440
Accrued compensation and benefits	59,857	61,712
Billings in excess of costs and estimated earnings	99,536	83,985
Accrued self-insurance	34,987	33,520
Other current liabilities	55,485	34,261
Total current liabilities	375,416	317,681
LONG-TERM DEBT	103,468	1,955
LONG-TERM CAPITAL LEASE OBLIGATIONS	45	