

ADAMS RESOURCES & ENERGY, INC.
Form 10-Q
May 08, 2015

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D. C. 20549
FORM 10-Q

Quarterly report pursuant to Section 13 or 15 (d) of the Securities Exchange Act of 1934

For the quarterly period ended March 31, 2015
Commission File Number 1-7908

ADAMS RESOURCES & ENERGY, INC.
(Exact name of Registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

74-1753147
(I.R.S. Employer
Identification No.)

17 South Briar Hollow Lane Suite 100, Houston, Texas 77027
(Address of principal executive office & Zip Code)

Registrant's telephone number, including area code (713) 881-3600

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 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

A total of 4,217,596 shares of Common Stock were outstanding at May 1, 2015.

PART 1 – FINANCIAL INFORMATION

Item 1. Financial Statements

ADAMS RESOURCES & ENERGY, INC. AND SUBSIDIARIES
 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
 (In thousands, except per share data)

	Three Months Ended March 31,	
	2015	2014
REVENUES:		
Marketing	\$537,748	\$927,204
Transportation	16,465	17,649
Oil and natural gas	1,360	4,336
	555,573	949,189
COSTS AND EXPENSES:		
Marketing	526,133	915,565
Transportation	13,441	14,661
Oil and gas operations	1,663	2,191
General and administrative	3,331	2,254
Depreciation, depletion and amortization	6,088	6,106
	550,656	940,777
Operating earnings	4,917	8,412
Other income (expense):		
Interest income	78	42
Interest expense	(4)	-
Earnings from continuing operations before income taxes	4,991	8,454
Income tax (provision)	(1,894)	(3,091)
Net earnings	\$3,097	\$5,363
EARNINGS (LOSS) PER SHARE:		
Basic and diluted net earnings per common share	\$.73	\$1.27
DIVIDENDS PER COMMON SHARE		
	\$.22	\$.22

The accompanying notes are an integral part of these financial statements.

ADAMS RESOURCES & ENERGY, INC. AND SUBSIDIARIES
 UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS
 (In thousands)

	March 31, 2015	December 31, 2014
ASSETS		
Current assets:		
Cash and cash equivalents	\$88,132	\$80,184
Accounts receivable, net of allowance for doubtful accounts of \$171 and \$179, respectively	118,941	144,434
Inventory	14,284	13,481
Fair value contracts	806	936
Income tax receivable	-	970
Prepayments	10,598	10,940
Total current assets	232,761	250,945
Property and Equipment		
Marketing	65,984	65,865
Transportation	63,491	63,239
Oil and gas (successful efforts method)	89,499	88,661
Other	186	186
	219,160	217,951
Less – Accumulated depreciation, depletion and amortization	(137,525)	(133,080)
	81,635	84,871
Other Assets:		
Cash deposits and other	5,128	4,998
	\$319,524	\$340,814
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable	\$135,238	\$160,743
Accounts payable – related party	11	51
Fair value contracts	852	943
Accrued and other liabilities	9,306	6,208
Current deferred income taxes	647	658
Total current liabilities	146,054	168,603
Other Liabilities:		
Asset retirement obligations	2,497	2,464
Deferred taxes and other liabilities	11,306	12,250
	159,857	183,317
Commitments and Contingencies (Note 5)		