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US ECOLOGY, INC. Form 10-Q August 05, 2011
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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: June 30, 2011
or
o 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: 0-11688

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US ECOLOGY, INC.

(Exact Name of Registrant as Specified in Its Charter)

Delaware (State of Incorporation)

95-3889638

(I.R.S. Employer Identification Number)

Lakepointe Centre I, 300 E. Mallard, Suite 300 Boise, Idaho (Address of Principal Executive Offices)

83706 (Zip Code)

(208) 331-8400

(Registrant s Telephone Number, Including Area Code)

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 x No o

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 x No o

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 o

Accelerated filer x

Non-accelerated filer o (Do not check if smaller reporting company)

Smaller Reporting Company o

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

The number of shares of the registrant s common stock, \$0.01 par value, outstanding as of August 2, 2011 was 18,310,614.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

US ECOLOGY, INC.

CONSOLIDATED BALANCE SHEETS

(in thousands, except per share amounts)

(unaudited)

Assets Current Assets: 30,714 33,523 Receivables, net 30,714 33,553 Prepaid expenses and other current assets 3,420 2,635 Income taxes receivable 75 5 Deferred income taxes 1,132 455 Total current assets 39,609 42,985 Property and equipment, net 105,156 105,822 Restricted cash 4,115 4,115 Intangible assets, net 42,221 4,1740 Goodwill 22,419 21,790 Other assets 804 897 Total assets 214,324 217,349 Liabilities and Stockholders Equity Liabilities and Stockholders Equity Current Liabilities Accounts payable 3,741 3,620 Accounts payable 3,741 3,620 Accrued liabilities 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925		June 30, 2011	December 31, 2010
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Prepaid expenses and other current assets 3,420 2,635 Income taxes receivable 75 1,132 455 Deferred income taxes 39,609 42,985 Property and equipment, net 105,156 105,822 Restricted cash 4,115 4,115 Intangible assets, net 42,221 41,740 Goodwill 22,419 21,790 Other assets 804 897 Total assets \$ 214,324 217,349 Liabilities and Stockholders Equity Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-clos	•		
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Property and equipment, net 105,156 105,822 Restricted cash 4,115 4,115 Intangible assets, net 42,221 41,740 Goodwill 22,419 21,790 Other assets 804 897 Total assets \$ 214,324 217,349 Liabilities and Stockholders Equity Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 1,925 778 Current portion of capital lease obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes	Total current assets	39,609	42,985
Restricted cash 4,115 4,115 Intangible assets, net 42,221 41,740 Goodwill 22,419 21,790 Other assets 804 897 Total assets \$ 214,324 \$ 217,349 Liabilities and Stockholders Equity Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 1 7 Total current liabilities 22,545 24,292 Long-term capital lease obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,8		,	ŕ
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Goodwill 22,419 21,790 Other assets 804 897 Total assets \$ 214,324 \$ 217,349 Liabilities and Stockholders Equity Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 22,545 24,292 Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146		4,115	4,115
Other assets 804 897 Total assets \$ 214,324 \$ 217,349 Liabilities and Stockholders Equity Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146	Intangible assets, net	42,221	41,740
Total assets \$ 214,324 217,349 Liabilities and Stockholders Equity Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146	Goodwill	22,419	21,790
Liabilities and Stockholders Equity Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146	Other assets	804	897
Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146	Total assets	214,324	\$ 217,349
Current Liabilities: Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146			
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Accounts payable \$ 4,749 \$ 5,033 Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146			
Deferred revenue 3,741 3,620 Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 1 3 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146	Current Liabilities:		
Accrued liabilities 8,094 8,188 Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146	Accounts payable	4,749	\$ 5,033
Accrued salaries and benefits 3,962 4,051 Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 1 3 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146	Deferred revenue	3,741	3,620
Income taxes payable 70 2,615 Current portion of closure and post-closure obligations 1,925 778 Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 1 3 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146	Accrued liabilities	8,094	8,188
Current portion of closure and post-closure obligations1,925778Current portion of capital lease obligations47Total current liabilities22,54524,292Long-term closure and post-closure obligations15,38915,995Long-term capital lease obligations13Reducing revolving line of credit58,00063,000Other long-term liabilities179201Deferred income taxes20,88919,146	Accrued salaries and benefits	3,962	4,051
Current portion of capital lease obligations 4 7 Total current liabilities 22,545 24,292 Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146		70	2,615
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Long-term closure and post-closure obligations 15,389 15,995 Long-term capital lease obligations 1 3 Reducing revolving line of credit 58,000 63,000 Other long-term liabilities 179 201 Deferred income taxes 20,889 19,146		4	· ·
Long-term capital lease obligations13Reducing revolving line of credit58,00063,000Other long-term liabilities179201Deferred income taxes20,88919,146	Total current liabilities	22,545	24,292
Long-term capital lease obligations13Reducing revolving line of credit58,00063,000Other long-term liabilities179201Deferred income taxes20,88919,146			
Reducing revolving line of credit58,00063,000Other long-term liabilities179201Deferred income taxes20,88919,146		15,389	
Other long-term liabilities179201Deferred income taxes20,88919,146		1	
Deferred income taxes 20,889 19,146		58,000	
, ,	e		
Total liabilities 117,003 122,637			
	Total liabilities	117,003	122,637

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Contingencies and commitments Stockholders Equity: Common stock \$0.01 par value, 50,000 authorized; 18,311 and 18,311 shares issued, 183 respectively 183 Additional paid-in capital 61,881 61,892 Retained earnings 33,940 35,333 Treasury stock, at cost, 93 and 119 shares, respectively (1,555)(1,979)Accumulated other comprehensive income 1,479 676 Total stockholders equity 97,321 94,712 Total liabilities and stockholders equity \$