

PERMA FIX ENVIRONMENTAL SERVICES INC
Form 10-Q
August 11, 2008

**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 June 30, 2008

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 No. 111596

PERMA-FIX ENVIRONMENTAL SERVICES, INC.

(Exact name of registrant as specified in its charter)

Delaware

*(State or other jurisdiction
of incorporation or organization)*

58-1954497

(IRS Employer Identification Number)

8302 Dunwoody Place, Suite 250, Atlanta, GA

(Address of principal executive offices)

30350

(Zip Code)

(770) 587-9898

(Registrant's telephone number)

N/A

(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 T 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 definition of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

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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

Indicate the number of shares outstanding of each of the issuer's classes of Common Stock, as of the close of the latest practical date.

Class	Outstanding at August 4, 2008
Common Stock, \$.001 Par Value	53,762,850 shares of registrant's Common Stock

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PART I - FINANCIAL INFORMATION
ITEM 1. - FINANCIAL STATEMENTS

PERMA-FIX ENVIRONMENTAL SERVICES, INC.
CONSOLIDATED BALANCE SHEETS

(Amount in Thousands, Except for Share Amounts)	June 30, 2008 (Unaudited)	December 31, 2007
ASSETS		
Current assets:		
Cash	\$ 41	\$ 102
Restricted cash	35	35
Accounts receivable, net of allowance for doubtful accounts of \$126 and \$138, respectively	9,086	13,536
Unbilled receivables - current	9,358	10,321
Inventories	201	233
Prepaid and other assets	1,756	3,170
Current assets related to discontinued operations	1,998	5,197
Total current assets	22,475	32,594
Property and equipment:		
Buildings and land	21,276	20,748
Equipment	31,245	31,140
Vehicles	141	141
Leasehold improvements	11,462	11,457
Office furniture and equipment	2,297	2,268
Construction-in-progress	996	1,639
	67,417	67,393
Less accumulated depreciation and amortization	(21,923)	(20,084)
Net property and equipment	45,494	47,309
Property and equipment related to discontinued operations	3,521	6,775
Intangibles and other long term assets:		
Permits	15,712	15,636
Goodwill	10,822	9,046
Unbilled receivables – non-current	3,426	3,772
Finite Risk Sinking Fund	8,791	6,034
Other assets	2,249	2,496
Intangible and other assets related to discontinued operations	1,190	2,369
Total assets	\$ 113,680	\$ 126,031

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

PERMA-FIX ENVIRONMENTAL SERVICES, INC.
CONSOLIDATED BALANCE SHEETS, CONTINUED

(Amount in Thousands, Except for Share Amounts)	June 30, 2008 (Unaudited)	December 31, 2007
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 7,432	\$ 5,010
Current environmental accrual	141	225
Accrued expenses	7,872	9,207
Disposal/transportation accrual	7,597	