

GOLDFIELD CORP  
Form 10-Q  
May 06, 2016

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  
x 1934

For the quarterly period ended March 31, 2016  
or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF  
o 1934

For the transition period from            to

Commission File Number: 1-7525

The Goldfield Corporation

(Exact name of registrant as specified in its charter)

Delaware

88-0031580

(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

1684 W. Hibiscus Boulevard

Melbourne, Florida 32901

(Address of principal executive offices) ( Zip Code)

(321) 724-1700

(Registrant's telephone number, including area code)

Not Applicable

(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 x 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 x No ..

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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 (Do not check if a smaller reporting company)  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

The number of shares of the Registrant’s Common Stock outstanding as of May 4, 2016 was 25,451,354.

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THE GOLDFIELD CORPORATION AND SUBSIDIARIES  
QUARTERLY REPORT ON FORM 10-Q  
FOR THE QUARTER ENDED MARCH 31, 2016  
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## PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS (UNAUDITED).  
THE GOLDFIELD CORPORATION AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS  
(UNAUDITED)

|  | March 31,<br>2016 | December 31,<br>2015 |
|--|-------------------|----------------------|
| <b>ASSETS</b>  |                   |                      |
| Current assets   |                   |                      |
| Cash and cash equivalents  | \$6,951,177       | \$11,374,238         |
| Accounts receivable and accrued billings   | 18,975,274        | 17,250,067           |
| Costs and estimated earnings in excess of billings on uncompleted contracts  | 17,471,792        | 10,292,199           |
| Current portion of notes receivable  | 38,757            | 47,851               |
| Prepaid expenses   | 1,636,907         | 1,210,780            |
| Deferred income taxes  | —                 | 773,245              |
| Other current assets   | 1,008,289         | 1,286,229            |
| Total current assets   | 46,082,196        | 42,234,609           |
| Property, buildings and equipment, at cost, net of accumulated depreciation of \$29,946,437 in 2016 and \$28,653,138 in 2015 |                   |                      |
|  | 33,609,908        | 34,671,947           |
| Deferred charges and other assets  |                   |                      |
| Land and land development costs  | 2,487,806         | 2,417,089            |
| Cash surrender value of life insurance   | 549,804           | 549,600              |
| Restricted cash  | 307,130           | 307,092              |
| Notes receivable, less current portion   | —                 | 8,197                |
| Goodwill   | 101,407           | 101,407              |
| Intangibles, net of accumulated amortization of \$155,509 in 2016 and \$140,134 in 2015                                      | 858,291           | 873,666              |
| Other assets   | 59,712            | —                    |
| Total deferred charges and other assets  | 4,364,150         | 4,257,051            |
| Total assets   | \$84,056,254      | \$81,163,607         |
| <b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>  |                   |                      |
| Current liabilities  |                   |                      |
| Accounts payable and accrued liabilities   | \$9,183,221       | \$10,002,231         |
| Contract loss accruals   | 79,318            | 65,322               |
| Billings in excess of costs and estimated earnings on uncompleted contracts  | 14,838            | 234,161              |
| Current portion of notes payable, net  | 6,102,405         | 5,815,510            |
| Income taxes payable   | 2,145,084         | 483,763              |
| Accrued remediation costs  | 179,986           | 135,786              |
| Total current liabilities  | 17,704,852        | 16,736,773           |
| Deferred income taxes  | 7,526,412         | 8,328,492            |
| Accrued remediation costs, less current portion  | 103,824           | 107,429              |
| Notes payable, less current portion, net   | 19,130,332        | 20,656,402           |
| Other accrued liabilities  | 79,850            | 83,698               |
| Total liabilities  | 44,545,270        | 45,912,794           |
| Commitments and contingencies (notes 3 and 5)  | —                 | —                    |
| Stockholders' equity   |                   |                      |
| Preferred stock, \$1 par value, 5,000,000 shares authorized, none issued   | 2,781,377         | 2,781,377            |

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|   |              |              |
|---|--------------|--------------|
| Common stock, \$.10 par value, 40,000,000 shares authorized; 27,813,772 shares issued and 25,451,354 shares outstanding |              |              |
| Additional paid-in capital  | 18,481,683   | 18,481,683   |
| Retained earnings   | 19,556,111   | 15,295,940   |
| Treasury stock, 2,362,418 shares, at cost   | (1,308,187 ) | (1,308,187 ) |
| Total stockholders' equity  | 39,510,984   | 35,250,813   |
| Total liabilities and stockholders' equity  | \$84,056,254 | \$81,163,607 |
| See accompanying notes to consolidated financial statements   |              |              |

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THE GOLDFIELD CORPORATION AND SUBSIDIARIES  
 CONSOLIDATED STATEMENTS OF OPERATIONS  
 (UNAUDITED)

|  | Three Months Ended |              |
|--|--------------------|--------------|
|  | March 31,          |              |
|  | 2016               | 2015         |
| Revenue                                |                    |              |
| Electrical construction                | \$34,841,504       | \$30,400,162 |
| Other                                  | 917,480            | 146,645      |
| Total revenue                          | 35,758,984         | 30,546,807   |
| Costs and expenses                     |                    |              |
| Electrical construction                | 25,156,975         | 29,233,723   |
| Other                                  | 657,329            | 127,734      |
| Selling, general and administrative    | 1,430,414          | 1,001,710    |
| Depreciation and amortization          | 1,537,974          | 1,613,845    |
| Loss on sale of property and equipment | 19,437             | 5,627        |
| Total costs and expenses               | 28,802,129         | 31,982,639   |
| Total operating income (loss)          | 6,956,855          | (1,435,832 ) |
| Other income (expense), net            |                    |              |
| Interest income                        | 6,820              | 5,865        |
| Interest expense                       |                    |              |