

GOLDFIELD CORP  
Form 10-Q  
November 09, 2009  
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**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 September 30, 2009

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: 1-7525

**THE GOLDFIELD CORPORATION**

(Exact Name of Registrant as Specified in Its Charter)

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**Delaware**  
(State or other Jurisdiction of

**88-0031580**  
(I.R.S. Employer

**Incorporation or Organization)**

**Identification No.)**

**1684 West Hibiscus Blvd., 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  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.

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

The number of shares the Registrant's Common Stock outstanding as of November 2, 2009 was 25,451,354.

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**THE GOLDFIELD CORPORATION AND SUBSIDIARIES**

QUARTERLY REPORT ON FORM 10-Q

FOR THE QUARTER ENDED SEPTEMBER 30, 2009

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**Table of Contents****PART I. FINANCIAL INFORMATION****Item 1. Financial Statements****THE GOLDFIELD CORPORATION AND SUBSIDIARIES****CONSOLIDATED BALANCE SHEETS****(Unaudited)**

	September 30, 2009	December 31, 2008
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 4,177,764	\$ 4,921,980
Accounts receivable and accrued billings, net of allowance for doubtful accounts of \$0 in 2009 and 2008	3,374,542	6,709,015
Remediation insurance receivable	34,128	99,375
Current portion of notes receivable	43,127	54,169
Real estate inventory	1,630,097	2,323,756
Costs and estimated earnings in excess of billings on uncompleted contracts	1,252,942	1,135,290
Income taxes recoverable	321,383	638,071
Prepaid expenses	807,243	474,660
Other current assets	54,380	15,014
Total current assets	11,695,606	16,371,330
Property, buildings and equipment, at cost, net of accumulated depreciation of \$19,546,705 in 2009 and \$18,454,266 in 2008		
	7,435,324	7,656,580
Notes receivable, less current portion	284,488	304,671
Deferred charges and other assets		
Land and land development costs	662,219	710,495
Cash surrender value of life insurance	679,298	329,021
Other assets	135,621	126,437
Total deferred charges and other assets	1,477,138	1,165,953
Total assets	\$ 20,892,556	\$ 25,498,534
<b>LIABILITIES AND STOCKHOLDERS EQUITY</b>		
Current liabilities		
Accounts payable and accrued liabilities	\$ 1,890,133	\$ 2,932,690
Billings in excess of costs and estimated earnings on uncompleted contracts	970	7,564
Current portion of notes payable	3,425,872	2,096,645
Current portion of capital leases		320,013
Reserve for remediation	5,579	153,368
Total current liabilities	5,322,554	5,510,280
Other accrued liabilities	26,335	28,423
Notes payable, less current portion	185,795	3,062,333
Capital leases, less current portion		259,344
Total liabilities	5,534,684	8,860,380

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Commitments and contingencies		
Stockholders' equity		
Preferred stock, \$1 par value, 5,000,000 shares authorized, none issued		
Common stock, \$.10 par value, 40,000,000 shares authorized; 27,813,772 shares issued and 25,451,354 shares outstanding	2,781,377	2,781,377
Capital surplus	18,481,683	18,481,683
Accumulated deficit	(4,597,001)	(3,316,719)
Treasury stock, 2,362,418 shares, at cost	(1,308,187)	(1,308,187)
Total stockholders' equity	15,357,872	16,638,154
Total liabilities and stockholders' equity	\$ 20,892,556	\$ 25,498,534

See accompanying notes to consolidated financial statements

**Table of Contents****THE GOLDFIELD CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF OPERATIONS****(Unaudited)**

	<b>Three Months Ended September 30,</b>		<b>Nine Months Ended September 30,</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
<b>Revenue</b>				
Electrical construction	\$ 5,425,834	\$ 6,869,416	\$ 21,559,876	\$ 18,818,538
Real estate development	1,144,800	1,070,545	1,144,800	2,054,572
<b>Total revenue</b>	<b>6,570,634</b>	<b>7,939,961</b>	<b>22,704,676</b>	<b>20,873,110</b>
<b>Costs and expense</b>				
Electrical construction	5,218,563	6,417,692	18,626,849	16,466,838
Real estate development	741,290	1,062,364	829,803	1,991,467
Selling, general and administrative	827,839	806,892	2,396,761	2,616,309
Depreciation	587,840	720,860	2,143,071	2,429,350
Write down of inventory				36,502
Provision for doubtful accounts				27,078
Loss (gain) on sale of assets	761	500	(52,704)	7,428
<b>Total costs and expense</b>	<b>7,376,293</b>	<b>9,008,308</b>	<b>23,943,780</b>	<b>23,574,972</b>
<b>Total operating loss</b>	<b>(805,659)</b>	<b>(1,068,347)</b>	<b>(1,239,104)</b>	<b>(2,701,862)</b>
<b>Other income (expense), net</b>				
Interest income	9,607	61,532	27,041	113,628
Interest expense	(22,898)	(91,064)	(110,875)	(315,153)
Other income	11,154	67	20,230	4,950
<b>Total other expense, net</b>	<b>(2,137)</b>	<b>(29,465)</b>	<b>(63,604)</b>	<b>(196,575)</b>
<b>Loss from continuing operations before income taxes</b>	<b>(807,796)</b>	<b>(1,097,812)</b>	<b>(1,302,708)</b>	<b>(2,898,437)</b>
<b>Income tax benefit</b>	<b>(22,039)</b>	<b>(400,371)</b>	<b>(22,039)</b>	<b>(1,047,320)</b>
<b>Loss from continuing operations</b>	<b>(785,757)</b>	<b>(697,441)</b>	<b>(1,280,669)</b>	<b>(1,851,117)</b>
<b>(Loss) gain from discontinued operations, net of tax</b>	<b>(2,981)</b>	<b>(92,642)</b>	<b>387</b>	<b>(92,642)</b>
<b>Net loss</b>	<b>\$ (788,738)</b>	<b>\$ (790,083)</b>	<b>\$ (1,280,282)</b>	<b>\$ (1,943,759)</b>
<b>Loss per share of common stock - basic and diluted</b>				
Continuing operations	\$ (0.03)	\$ (0.03)	\$ (0.05)	\$ (0.08)
Discontinued operations				
<b>Net loss</b>	<b>\$ (0.03)</b>	<b>\$ (0.03)</b>	<b>\$ (0.05)</b>	<b>\$ (0.08)</b>

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Weighted average number of common shares outstanding - basic and diluted	25,451,354	25,451,354	25,451,354	25,451,354
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See accompanying notes to consolidated financial statements

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	<b>Nine Months Ended September 30,</b>	
	<b>2009</b>	<b>2008</b>
Cash flows from operating activities		
Net loss from continuing operations	\$ (1,280,669)	\$ (1,851,117)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Depreciation	2,143,071	2,429,350
Write down of inventory		36,502
Provision for doubtful accounts		27,078
(Gain) loss on sale of assets	(52,704)	7,428
Deferred income taxes		(499,913)
Minority interest		11,088
Changes in operating assets and liabilities		
Accounts receivable and accrued billings	3,334,473	3,755,945
Construction inventory		2,218
Real estate inventory	693,659	1,844,072
Cos		