

PARK ELECTROCHEMICAL CORP
Form 10-Q
July 08, 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 1934

For the quarterly period ended May 29, 2016

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 1-4415

PARK ELECTROCHEMICAL CORP.

(Exact Name of Registrant as Specified in Its Charter)

New York
(State or Other Jurisdiction of

11-1734643
(I.R.S. Employer

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Incorporation or Organization)

Identification No.)

**48 South Service Road,
Melville, N.Y.**

(Address of Principal
Executive Offices)

11747

(Zip Code)

(631) 465-3600

(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 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 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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: 20,234,671 as of July 5, 2016.

PARK ELECTROCHEMICAL CORP. AND SUBSIDIARIES

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PART I. FINANCIAL INFORMATION**Item I. Financial Statements.****PARK ELECTROCHEMICAL CORP. AND SUBSIDIARIES****CONDENSED CONSOLIDATED BALANCE SHEETS****(Amounts in thousands)**

	May 29, 2016	February 28, 2016*
	(unaudited)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 106,860	\$97,757
Marketable securities (Note 3)	135,544	139,668
Accounts receivable, less allowance for doubtful accounts of \$324	18,420	22,583
Inventories (Note 4)	12,000	10,214
Prepaid expenses and other current assets	2,322	1,963
Total current assets	275,146	272,185
Property, plant and equipment, net	20,743	21,512
Goodwill and other intangible assets	9,833	9,833
Restricted cash (Note 5)	10,000	10,000
Other assets	1,281	1,247
Total assets	\$ 317,003	\$ 314,777
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Current portion of long-term debt (Note 5)	\$ 3,000	\$3,000
Accounts payable	6,838	6,155
Accrued liabilities	5,211	4,580
Income taxes payable	3,464	2,943
Total current liabilities	18,513	16,678
Long-term debt (Note 5)	71,250	72,000
Deferred income taxes (Note 9)	43,937	43,937
Other liabilities	1,242	1,295
Total liabilities	134,942	133,910

Commitments and contingencies (Note 11)

Shareholders' equity (Note 8):

Common stock	2,096	2,096
Additional paid-in capital	166,750	166,398
Retained earnings	26,849	25,922
Accumulated other comprehensive earnings	1,386	1,471
	197,081	195,887
Less treasury stock, at cost	(15,020)	(15,020)
Total shareholders' equity	182,061	180,867
Total liabilities and shareholders' equity	\$ 317,003	\$ 314,777

*The balance sheet at February 28, 2016 has been derived from the audited financial statements at that date.

See Notes to Consolidated Financial Statements (Unaudited).

PARK ELECTROCHEMICAL CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF OPERATIONS

(Amounts in thousands, except per share amounts)

	13 Weeks Ended	
	(Unaudited)	
	May	May
	29,	31,
	2016	2015
Net sales	\$31,490	\$37,829
Cost of sales	22,703	26,462
Gross profit	8,787	11,367
Selling, general and administrative expenses	5,337	5,801
Restructuring charges (Note 6)	70	124