

PAM TRANSPORTATION SERVICES INC
Form 10-Q
April 25, 2019

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UNITED STATES

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 March 31, 2019

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: 0-15057

P.A.M. TRANSPORTATION SERVICES, INC.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of incorporation or organization)

71-0633135
(I.R.S. Employer Identification no.)

297 West Henri De Tonti, Tontitown, Arkansas 72770

(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (479) 361-9111

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 the filing requirements for the past 90 days.
Yes No

Indicate by check mark whether the registrant has submitted

electronically
every
Interactive
Data File
required to be
submitted
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
such files).
Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of “large accelerated filer,” “accelerated filer,” “smaller reporting company,” and “emerging growth company” in Rule 12b-2 of the Exchange Act.

Large accelerated filer	Accelerated filer
Non-accelerated filer	Smaller reporting company
	Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate Yes No
by check
mark
whether
the
registrant
is a shell
company
(as
defined in

Rule
12b-2 of
the
Exchange
Act).

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date:

Class	Outstanding at April 19, 2019
Common Stock, \$.01 Par Value	5,920,005

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P.A.M. TRANSPORTATION SERVICES, INC.

Form 10-Q

For The Quarter Ended March 31, 2019

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements.**P.A.M.
TRANSPORTATION
SERVICES, INC.
AND SUBSIDIARIES****Condensed
Consolidated Balance
Sheets**

(in thousands, except
share and per share
data)

	March 31, 2019 (unaudited)	December 31, 2018 (audited)
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 286	\$ 282
Accounts receivable-net:		
Trade, less allowance of \$2,293 and \$2,224, respectively	68,735	63,350
Other	3,717	3,814
Inventories	1,471	1,461
Prepaid expenses and deposits	9,114	10,393
Marketable equity securities	30,805	27,549
Income taxes refundable	1,804	1,876
Total current assets	115,932	108,725
Property and equipment:		
Land	5,596	5,596
Structures and improvements	19,611	19,547
Revenue equipment	455,454	457,142
Office furniture and equipment	10,221	10,040
Total property and equipment	490,882	492,325
Accumulated depreciation	(144,494)	(137,738)
Net property and equipment	346,388	354,587
Other assets	2,752	2,754

TOTAL ASSETS	\$ 465,072	\$ 466,066
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 22,716	\$ 20,002
Accrued expenses and other liabilities	25,907	23,497
Current maturities of long-term debt	58,508	63,908
Total current liabilities	107,131	107,407
Long-term debt-less current portion	146,969	157,315
Deferred income taxes	64,626	61,897
Total liabilities	318,726	326,619
SHAREHOLDERS' EQUITY		
Preferred stock, \$.01 par value, 10,000,000 shares authorized; none issued	-	-
Common stock, \$.01 par value, 40,000,000 shares authorized; 11,613,394 and 11,612,144 shares issued; 5,918,160 and 5,956,558 shares outstanding at March 31, 2019 and December 31, 2018, respectively	116	116
Additional paid-in capital	82,992	82,776
Treasury stock, at cost; 5,695,234 and 5,655,586 shares at March 31, 2019 and December 31, 2018, respectively	(144,170)	(142,552)
Retained earnings	207,408	199,107
Total shareholders' equity	146,346	139,447
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 465,072	\$ 466,066

See notes to condensed consolidated financial statements.

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**P.A.M.
TRANSPORTATION
SERVICES, INC.
AND SUBSIDIARIES**

**Condensed
Consolidated
Statements of
Operations**

(unaudited)

(in thousands, except
per share data)

	Three Months Ended March 31,	
	2019	2018
OPERATING REVENUES:		
Revenue, before fuel surcharge	\$110,345	\$99,104
Fuel surcharge	18,341	20,354
Total operating revenues	128,686	119,458
OPERATING EXPENSES AND COSTS:		
Salaries, wages and benefits	31,063	28,639
Operating supplies and expenses	23,512	22,671
Rent and purchased transportation	44,554	45,917
Depreciation	13,187	11,623
Insurance and claims	4,114	4,268
Other	2,994	2,581
(Gain)/loss on disposition of equipment	(425)	3
Total operating expenses and costs	118,999	115,702
OPERATING INCOME	9,687	3,756
NON-OPERATING INCOME/(EXPENSE)	3,472	(879)
INTEREST EXPENSE	(2,040)	(1,160)
INCOME BEFORE INCOME TAXES	11,119	1,717