

LANCASTER COLONY CORP  
Form 10-Q  
November 07, 2014

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 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, 2014

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 000-04065

Lancaster Colony Corporation  
(Exact name of registrant as specified in its charter)

Ohio 13-1955943  
(State or other jurisdiction of (I.R.S. Employer  
incorporation or organization) Identification No.)

37 West Broad Street 43215  
Columbus, Ohio (Address of principal executive offices) (Zip Code)

614-224-7141  
(Registrant's telephone number, including area code)

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. (Check one):

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 by Rule 12b-2 of the Exchange Act). Yes  No

As of October 24, 2014, there were approximately 27,343,000 shares of Common Stock, without par value, outstanding.

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LANCASTER COLONY CORPORATION AND SUBSIDIARIES  
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## PART I – FINANCIAL INFORMATION

Item 1. Condensed Consolidated Financial Statements  
LANCASTER COLONY CORPORATION AND SUBSIDIARIES  
CONDENSED CONSOLIDATED BALANCE SHEETS  
(UNAUDITED)

(Amounts in thousands, except share data)	September 30, 2014	June 30, 2014
<b>ASSETS</b>		
Current Assets:		
Cash and equivalents	\$227,561	\$211,539
Receivables (less allowance for doubtful accounts, September-\$545; June-\$432)	63,031	57,808
Inventories:		
Raw materials	28,991	28,069
Finished goods	49,620	46,447
Total inventories	78,611	74,516
Deferred income taxes and other current assets	16,911	23,428
Total current assets	386,114	367,291
Property, Plant and Equipment:		
Land, buildings and improvements	107,819	107,690
Machinery and equipment	244,910	238,791
Total cost	352,729	346,481
Less accumulated depreciation	182,171	177,807
Property, plant and equipment-net	170,558	168,674
Other Assets:		
Goodwill	89,840	89,840
Other intangible assets-net	5,140	5,376
Other noncurrent assets	7,266	7,449
Total	\$658,918	\$638,630
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current Liabilities:		
Accounts payable	\$41,948	\$37,907
Accrued liabilities	36,809	31,165
Total current liabilities	78,757	69,072
Other Noncurrent Liabilities	21,797	22,208
Deferred Income Taxes	18,233	18,753
Commitments and Contingencies		
Shareholders' Equity:		
Preferred stock-authorized 3,050,000 shares; outstanding-none		
Common stock-authorized 75,000,000 shares; outstanding – September-27,342,907 shares; June-27,339,421 shares	105,529	104,789
Retained earnings	1,177,942	1,167,211
Accumulated other comprehensive loss	(7,998)	(8,061)
Common stock in treasury, at cost	(735,342)	(735,342)
Total shareholders' equity	540,131	528,597
Total	\$658,918	\$638,630

See accompanying notes to condensed consolidated financial statements.



LANCASTER COLONY CORPORATION AND SUBSIDIARIES  
 CONDENSED CONSOLIDATED STATEMENTS OF INCOME  
 (UNAUDITED)

(Amounts in thousands, except per share data)	Three Months Ended	
	September 30,	
	2014	2013
Net Sales	\$259,987	\$248,137
Cost of Sales	202,563	190,966
Gross Margin	57,424	57,171
Selling, General and Administrative Expenses	22,820	20,740
Operating Income	34,604	36,431
Interest Income and Other-Net	8	(38)
Income From Continuing Operations Before Income Taxes	34,612	36,393
Taxes Based on Income	11,851	12,341
Income From Continuing Operations	22,761	24,052
Income From Discontinued Operations, Net of Tax	—	749
Net Income	\$22,761	\$24,801
Income Per Common Share From Continuing Operations:		
Basic and diluted	\$0.83	\$0.88
Income Per Common Share From Discontinued Operations:		
Basic and diluted	\$—	\$0.03
Net Income Per Common Share:		
Basic and diluted	\$0.83	\$0.91
Cash Dividends Per Common Share	\$0.44	\$0.40