

ORMAT TECHNOLOGIES, INC.
Form 10-Q
August 06, 2014

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 June 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: 001-32347

ORMAT TECHNOLOGIES, INC.

(Exact name of registrant as specified in its charter)

DELAWARE

(State or other jurisdiction of

incorporation or organization)

6225 Neil Road, Reno, Nevada

(Address of principal executive offices)

(775) 356-9029

88-0326081

(I.R.S. Employer

Identification Number)

89511-1136

(Zip Code)

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(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 Smaller reporting company
(Do not check if a 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: As of August 6, 2014, the number of outstanding shares of common stock, par value \$0.001 per share, was 45,518,847.

ORMAT TECHNOLOGIES, INC.

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FOR THE QUARTER ENDED JUNE 30, 2014

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Certain Definitions

Unless the context otherwise requires, all references in this quarterly report to “Ormat”, “the Company”, “we”, “us”, “our company”, “Ormat Technologies” or “our” refer to Ormat Technologies, Inc. and its consolidated subsidiaries.

PART I - FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS****ORMAT TECHNOLOGIES, INC. AND SUBSIDIARIES****CONDENSED CONSOLIDATED BALANCE SHEETS****(Unaudited)**

	June 30,	December
	2014	31,
	2013	
	(In thousands)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$80,120	\$57,354
Restricted cash, cash equivalents and marketable securities (all related to variable interest entities ("VIEs"))	54,077	51,065
Receivables:		
Trade	78,764	95,365
Related entity	442	442
Other	7,963	11,049
Due from Parent	607	382
Inventories	18,292	22,289
Costs and estimated earnings in excess of billings on uncompleted contracts	25,918	21,217
Deferred income taxes	2,484	523
Prepaid expenses and other	38,156	29,654
Total current assets	306,823	289,340
Unconsolidated investments	3,308	7,076
Deposits and other	23,480	22,114
Deferred income taxes	—	891
Deferred charges	35,674	36,738
Property, plant and equipment, net (\$1,399,678 and \$1,381,083 related to VIEs, respectively)	1,468,012	1,452,336
Construction-in-process (\$55,181 and \$136,947 related to VIEs, respectively)	247,901	288,827
Deferred financing and lease costs, net	29,429	30,178
Intangible assets, net	30,302	31,933
Total assets	\$2,144,929	\$2,159,433
LIABILITIES AND EQUITY		
Current liabilities:		
Accounts payable and accrued expenses	\$79,800	\$98,047
Short term revolving credit lines with banks (full recourse)	42,600	—
Billings in excess of costs and estimated earnings on uncompleted contracts	28,185	7,903
Current portion of long-term debt:		

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Limited and non-recourse (all related to VIEs):		
Senior secured notes	30,208	31,137
Other loans	21,207	20,377
Full recourse	23,994	28,875
Total current liabilities	225,994	186,339
Long-term debt, net of current portion:		
Limited and non-recourse (all related to VIEs):		
Senior secured notes	241,146	270,310
Other loans	300,429	311,078
Full recourse:		
Senior unsecured bonds (plus unamortized premium based upon 7% of \$975)	250,443	250,596
Other loans	43,940	53,467
Revolving credit lines with banks	82,000	112,017
Liability associated with sale of tax benefits	50,829	60,985
Deferred lease income	62,029	63,496
Deferred income taxes	63,884	55,035
Liability for unrecognized tax benefits	5,589	4,950
Liabilities for severance pay	23,794	23,841
Asset retirement obligation		