

PARK CITY GROUP INC  
Form 10-Q  
November 07, 2016

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 September 30, 2016

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 001-34941

PARK CITY GROUP, INC.  
(Exact name of small business issuer as specified in its charter)

Nevada 37-1454128  
(State or other jurisdiction of incorporation or organization) (IRS Employer Identification No.)

299 South Main Street, Suite 2370 Salt Lake City, UT 84111  
(Address of principal executive offices)

(435) 645-2000  
(Registrant's telephone number)

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 and 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 (Sec.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

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Indicate by checkmark if whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes    No

State the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: Common Stock, \$0.01 par value, 19,346,383 shares as of November 7, 2016.



PARK CITY GROUP, INC.

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Consolidated Condensed Balance Sheets

Assets	September 30, 2016	June 30, 2016
Current Assets:	(unaudited)	
Cash and cash equivalents	\$11,385,641	\$11,443,388
Receivables, net of allowance of \$150,000 and \$75,000 at September 30, 2016 and June 30, 2016, respectively	4,655,527	3,547,968
Prepaid expense and other current assets	320,068	393,275
Total current assets	16,361,236	15,384,631
Property and equipment, net	401,454	469,383
Other assets:		
Deposits and other assets	14,866	14,866
Investments	471,584	471,584
Customer relationships	1,149,750	1,182,600
Goodwill	20,883,886	20,883,886
Capitalized software costs, net	182,942	182,942
Total other assets	22,703,028	22,735,878
Total assets	\$39,465,718	\$38,589,892
Liabilities and Stockholders' Equity (Deficit)		
Current liabilities:		
Accounts payable	\$570,059	\$580,309
Accrued liabilities	1,284,588	1,502,203
Deferred revenue	2,639,896	2,717,094
Lines of credit	2,500,000	2,500,000
Current portion of notes payable	218,118	239,199
Total current liabilities	7,212,661	7,538,805
Long-term liabilities:		
Notes payable, less current portion	445,753	491,253
Other long-term liabilities	53,429	57,275
Total liabilities	7,711,843	8,087,333
Commitments and contingencies		

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Stockholders' equity:

Series B Preferred stock, \$0.01 par value, 700,000 shares authorized; 625,375 shares issued and outstanding at September 30, 2016 and June 30, 2016	6,254	6,254
Series B-1 Preferred stock, \$0.01 par value, 300,000 shares authorized; 208,224 and 180,213 shares issued and outstanding at September 30, 2016 and June 30, 2016, respectively	2,082	1,802
Common stock, \$0.01 par value, 50,000,000 shares authorized; 19,309,832 and 19,229,313 issued and outstanding at September 30, 2016 and June 30, 2016, respectively	193,101	192,296
Additional paid-in capital	74,095,202	73,272,620
Accumulated deficit	(42,542,764)	(42,970,413)
Total stockholders' equity	31,753,875	30,502,559
Total liabilities and stockholders' equity	\$39,465,718	\$38,589,892

See accompanying notes to consolidated condensed financial statements.





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PARK CITY GROUP, INC.  
Consolidated Condensed Statements of Operations (unaudited)

Three  
Months  
Ended  
September  
30,