

CASELLA WASTE SYSTEMS INC  
Form 10-Q  
September 04, 2008

**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 July 31, 2008

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 000-23211

**CASELLA WASTE SYSTEMS, INC.**

(Exact name of registrant as specified in its charter)

**Delaware**

(State or other jurisdiction of  
incorporation or organization)

**03-0338873**

(I.R.S. Employer Identification No.)

**25 Greens Hill Lane, Rutland, Vermont**  
(Address of principal executive offices)

**05701**

(Zip Code)

Registrant's telephone number, including area code: **(802) 775-0325**

Edgar Filing: CASELLA WASTE SYSTEMS INC - Form 10-Q

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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer 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 August 29, 2008:

Class A Common Stock	24,549,662
Class B Common Stock	988,200

**PART I. FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS****CASELLA WASTE SYSTEMS, INC. AND SUBSIDIARIES****CONSOLIDATED BALANCE SHEETS****(Unaudited)****(in thousands)**

	<b>April 30, 2008</b>	<b>July 31, 2008</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 2,814	\$ 2,785
Restricted cash	95	95
Accounts receivable - trade, net of allowance for doubtful accounts of \$1,752 and \$1,780	62,233	70,848
Notes receivable - officer/employees	132	134
Refundable income taxes	2,020	1,346
Prepaid expenses	6,930	7,062
Inventory	3,876	4,105
Deferred income taxes	15,433	18,452
Other current assets	1,692	5,135
Current assets of discontinued operations	260	
<b>Total current assets</b>	<b>95,485</b>	<b>109,962</b>
Property, plant and equipment, net of accumulated depreciation and amortization of \$484,620 and \$503,513	488,028	494,255
Goodwill	179,716	179,734
Intangible assets, net	2,608	2,509
Restricted assets	13,563	13,608
Notes receivable - officer/employees	1,101	1,109
Investments in unconsolidated entities	44,617	43,868
Other non-current assets	10,487	10,344
Non-current assets of discontinued operations	482	
	<b>740,602</b>	<b>745,427</b>
	<b>\$ 836,087</b>	<b>\$ 855,389</b>

The accompanying notes are an integral part of these consolidated financial statements.

## CASELLA WASTE SYSTEMS, INC. AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS (Continued)

(Unaudited)

(in thousands, except for share and per share data)

	April 30, 2008	July 31, 2008
<b>LIABILITIES AND STOCKHOLDERS EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Current maturities of long-term debt	\$ 2,758	\$ 1,777
Accounts payable	51,731	54,858
Accrued payroll and related expenses	11,251	6,795
Accrued interest	8,668	12,633
Current accrued capping, closure and post-closure costs	9,265	6,387
Other accrued liabilities	28,202	30,631
Current liabilities of discontinued operations	949	
Total current liabilities	112,824	113,081
Long-term debt, less current maturities	559,227	561,787
Financing lease obligations		3,963
Accrued capping, closure and post-closure costs, less current portion	32,864	35,088
Deferred income taxes	313	5,767
Other long-term liabilities	6,007	6,804
Non-current liabilities of discontinued operations	170	
<b>COMMITMENTS AND CONTINGENCIES</b>		
<b>STOCKHOLDERS EQUITY:</b>		
Class A common stock -	245	245
Authorized - 100,000,000 shares, \$0.01 par value; issued and outstanding - 24,466,000 and 24,516,000 shares as of April 30, 2008 and July 31, 2008, respectively		
Class B common stock -		
Authorized - 1,000,000 shares, \$0.01 par value, 10 votes per share, issued and outstanding - 988,000 shares	10	10
Accumulated other comprehensive loss	(2,568)	(1,409)
Additional paid-in capital	276,189	277,071
Accumulated deficit	(149,194)	(147,018)
Total stockholders equity	124,682	128,899
	\$ 836,087	\$ 855,389

The accompanying notes are an integral part of these consolidated financial statements.

**CASELLA WASTE SYSTEMS, INC. AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF OPERATIONS**

**(Unaudited)**

**(in thousands)**