

GAMCO INVESTORS, INC. ET AL
Form 10-Q
November 08, 2010

SECURITIES & 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 September 30, 2010
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 No. 1-106

GAMCO INVESTORS, INC.
(Exact name of Registrant as specified in its charter)

New York
(State of other jurisdiction
of incorporation or
organization)

13-4007862
(I.R.S. Employer
Identification No.)

One Corporate Center, Rye,
NY
(Address of principle
executive offices)

10580-1422
(Zip Code)

(914) 921-5100
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.
Yesx Noo

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 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

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 Registrant's classes of Common Stock, as of the latest practical date.

Class	Outstanding at October 31, 2010
Class A Common Stock, .001 par value	6,970,210
Class B Common Stock, .001 par value	20,291,904

INDEX

GAMCO INVESTORS, INC. AND SUBSIDIARIES

PART I. FINANCIAL
INFORMATION

Item 1. Unaudited Condensed Consolidated Financial Statements

Condensed Consolidated Statements of Income:

- Three months ended September 30, 2010 and 2009

- Nine months ended September 30, 2010 and 2009

Condensed Consolidated Statements of Financial Condition:

- September 30, 2010

- December 31, 2009

- September 30, 2009

Condensed Consolidated Statements of Equity and Comprehensive Income:

- Nine months ended September 30, 2010 and 2009

Condensed Consolidated Statements of Cash Flows:

- Nine months ended September 30, 2010 and 2009

Notes to Unaudited Condensed Consolidated Financial Statements

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Item 3. Quantitative and Qualitative Disclosures About Market Risk (Included in Item 2)

Item 4. Controls and Procedures

PART II. OTHER INFORMATION

Item 1. Legal Proceedings

Item 2. Unregistered Sales of Equity Securities and Use of Proceeds

Item 6. Exhibits

SIGNATURES

GAMCO INVESTORS, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
UNAUDITED

(Dollars in thousands, except per share data)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2010	2009	2010	2009
Revenues				
Investment advisory and incentive fees	\$ 50,249	\$ 40,957	\$ 149,862	\$ 112,145
Institutional research services	4,005	4,588	11,953	12,187
Distribution fees and other income	8,189	6,037	23,125	15,780
Total revenues	62,443	51,582	184,940	140,112
Expenses				
Compensation	26,661	21,590	78,745	62,056
Management fee	3,540	2,638	7,368	6,291
Distribution costs	7,710	6,089	21,840	17,094
Other operating expenses	5,023	4,405	15,528	13,648
Total expenses	42,934	34,722	123,481	99,089
Operating income	19,509	16,860	61,459	41,023
Other income (expense)				
Net gain from investments	13,916	9,659	11,351	22,981
Interest and dividend income	2,012	598	3,916	2,677
Interest and other expense	(3,295)	(3,296)	(9,993)	(9,965)
Total other income (expense), net	12,633	6,961	5,274	15,693
Income before income taxes	32,142	23,821	66,733	56,716
Income tax provision	11,686	8,913	24,381	20,034
Net income	20,456	14,908	42,352	36,682
Net income attributable to noncontrolling interests	350	257	471	503
Net income attributable to GAMCO Investors, Inc.'s shareholders	\$ 20,106	\$ 14,651	\$ 41,881	\$ 36,179
Net income attributable to GAMCO Investors, Inc.'s shareholders				
per share:				
Basic	\$ 0.75	\$ 0.54	\$ 1.55	\$ 1.32

