

Emergency Medical Services CORP
Form 10-Q
November 09, 2012
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**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 September 30, 2012

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:

001-32701

EMERGENCY MEDICAL SERVICES CORPORATION

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

20-3738384
(IRS Employer
Identification Number)

6200 S. Syracuse Way, Suite 200
Greenwood Village, CO
(Address of principal executive offices)

80111
(Zip Code)

Registrant's telephone number, including area code: **303-495-1200**

Former name, former address and former fiscal year, if changed since last report:

Not applicable

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 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
(Do not check if a smaller reporting company)

Smaller reporting company

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Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange act). Yes No

The registrant is a privately held corporation, and its common stock is not publicly traded. Shares of common stock outstanding at November 8, 2012 1,000. All of our outstanding stock was held at such date by CDRT Acquisition Corporation, our sole stockholder.

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EMERGENCY MEDICAL SERVICES CORPORATION

PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS (UNAUDITED)

EMERGENCY MEDICAL SERVICES CORPORATION

CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

(unaudited; in thousands)

	Quarter ended September 30,	
	2012	2011
Revenue, net of contractual discounts	\$ 1,529,140	\$ 1,343,777
Provision for uncompensated care	(708,329)	(555,690)
Net revenue	820,811	788,087
Compensation and benefits	577,502	542,655
Operating expenses	100,617	108,112
Insurance expense	22,907	30,442
Selling, general and administrative expenses	18,541	18,493
Depreciation and amortization expense	30,592	29,966
Restructuring charges	2,028	3,374
Income from operations	68,624	55,045
Interest income from restricted assets	(116)	957
Interest expense	(41,322)	(43,745)
Realized gain on investments	5	30
Interest and other income (expense)	937	(2,480)
Loss on early debt extinguishment	(1,561)	
Income before income taxes and equity in earnings of unconsolidated subsidiary	26,567	9,807
Income tax expense	(11,448)	(4,079)
Income before equity in earnings of unconsolidated subsidiary	15,119	5,728
Equity in earnings of unconsolidated subsidiary	90	82
Net income	15,209	5,810
Other comprehensive income (loss), net of tax:		
Unrealized holding gains during the period	471	549
Unrealized gains (losses) on derivative financial instruments	1,031	(1,075)
Comprehensive income	\$ 16,711	\$ 5,284

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

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	Successor	Predecessor
	Period from May 25 through September 30, 2011	Period from January 1 through May 24, 2011
	Nine months ended September 30, 2012	
Revenue, net of contractual discounts	\$ 4,381,061	\$ 2,053,311
Provision for uncompensated care	(1,952,858)	(831,521)
Net revenue	2,428,203	1,221,790
Compensation and benefits	1,706,205	874,633
Operating expenses	305,005	156,740
Insurance expense	75,352	47,229
Selling, general and administrative expenses	57,670	29,241
Depreciation and amortization expense	91,844	28,467
Restructuring charges	10,751	3,374
Income from operations	181,376	85,480
Interest income from restricted assets	429	1,124
Interest expense	(126,288)	(7,886)
Realized gain (loss) on investments	366	(9)
Interest and other income (expense)	1,340	(28,873)
Loss on early debt extinguishment	(6,733)	(10,069)
Income before income taxes and equity in earnings of unconsolidated subsidiary	50,490	