

CASEYS GENERAL STORES INC

Form 10-Q

March 08, 2012

[Table of Contents](#)

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

Quarterly Report Under Section 13 or 15(d) of the Securities Exchange Act of 1934

For the Fiscal Quarter Ended January 31, 2012

Commission File Number 001-34700

CASEY S GENERAL STORES, INC.

(Exact name of registrant as specified in its charter)

IOWA

(State or other jurisdiction of

incorporation or organization)

42-0935283

(I.R.S. Employer

Identification Number)

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ONE CONVENIENCE BOULEVARD,

ANKENY, IOWA
(Address of principal executive offices)

50021
(Zip Code)

(515) 965-6100

(Registrant's telephone number, including area code)

NONE

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

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 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, or a non-accelerated filer. See definition of Accelerated filer and large accelerated filer@ in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer
Indicated 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.

<u>Class</u>	Outstanding at March 2, 2012
Common stock, no par value per share	38,080,309 shares

Table of Contents

CASEY S GENERAL STORES, INC.

INDEX

	Page
<u>PART I FINANCIAL INFORMATION</u>	
Item 1. <u>Condensed Consolidated Financial Statements</u>	
<u>Condensed consolidated balance sheets January 31, 2012 and April 30, 2011 (unaudited)</u>	3
<u>Condensed consolidated statements of earnings three and nine months ended January 31, 2012 and 2011(unaudited)</u>	5
<u>Condensed consolidated statements of cash flows nine months ended January 31, 2012 and 2011 (unaudited)</u>	6
<u>Notes to unaudited condensed consolidated financial statements</u>	8
Item 2. <u>Management s Discussion and Analysis of Financial Condition and Results of Operations.</u>	14
Item 3. <u>Quantitative and Qualitative Disclosure about Market Risk.</u>	25
Item 4. <u>Controls and Procedures.</u>	25
<u>PART II OTHER INFORMATION</u>	
Item 1. <u>Legal Proceedings.</u>	26
Item 1A. <u>Risk Factors.</u>	26
Item 6. <u>Exhibits.</u>	27
<u>SIGNATURE</u>	29

Table of Contents**PART I - FINANCIAL INFORMATION****Item 1. Condensed Consolidated Financial Statements****CASEY S GENERAL STORES, INC. AND SUBSIDIARIES****CONDENSED CONSOLIDATED BALANCE SHEETS***(Unaudited)**(DOLLARS IN THOUSANDS)*

	January 31, 2012	April 30, 2011
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 46,338	59,572
Receivables	17,471	20,154
Inventories	161,942	159,200
Prepaid expenses	1,846	1,180
Deferred income taxes	12,315	10,405
Income tax receivable	19,803	43,376
Total current assets	259,715	293,887
Other assets, net of amortization	11,985	11,721
Goodwill	104,386	88,042
Property and equipment, net of accumulated depreciation of \$838,547 at January 31, 2012 and \$777,342 at April 30, 2011	1,347,536	1,217,305
Total assets	\$ 1,723,622	1,610,955

See notes to unaudited condensed consolidated financial statements.

Table of Contents**CASEY S GENERAL STORES, INC. AND SUBSIDIARIES****CONDENSED CONSOLIDATED BALANCE SHEETS***(Unaudited)**(Continued)**(DOLLARS IN THOUSANDS)*

LIABILITIES AND SHAREHOLDERS' EQUITY

	January 31, 2012	April 30, 2011
Current liabilities:		
Notes payable	\$	600
Current maturities of long-term debt	5,733	1,167
Accounts payable	185,184	215,675
Accrued expenses	90,586	77,058
Total current liabilities	281,503	294,500
Long-term debt, net of current maturities	673,113	678,680
Deferred income taxes	249,885	203,078
Deferred compensation	13,963	13,858
Other long-term liabilities	19,520	16,943
Total liabilities	1,237,984	1,207,059
Shareholders' equity:		
Preferred stock, no par value		
Common stock, no par value	9,144	3,996
Retained earnings	476,494	399,900
Total shareholders' equity	485,638	403,896
	\$ 1,723,622	1,610,955

See notes to unaudited condensed consolidated financial statements.

Table of Contents

CASEY S GENERAL STORES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS

(Unaudited)

(DOLLARS IN THOUSANDS, EXCEPT SHARE AND PER SHARE AMOUNTS)

	Three months ended January 31, 2012	2011	Nine months ended January 31, 2012	2011
Total revenue	\$ 1,578,950	1,374,199	5,235,300	4,085,745
Cost of goods sold (exclusive of depreciation and amortization, shown separately below)	1,350,200	1,171,668	4,476,850	3,421,866
Gross profit	228,750	202,531	758,450	663,879
Operating expenses	169,231	151,506	512,479	457,155
Depreciation and amortization	24,616	20,769	70,943	60,373
Interest, net	8,730	8,908	26,441	19,630
Loss on early retirement of debt				11,350
Earnings before income taxes	26,173	21,348	148,587	115,371
Federal and state income taxes	9,474	8,473	54,865	43,518
Net earnings	\$ 16,699	12,875	93,722	71,853
Earnings per common share				
Basic	\$.44	.34	2.46	1.64
Diluted	\$.43	.34	2.44	1.63
Basic weighted average shares outstanding	38,071,742	37,938,394	38,050,676	43,727,582
Plus effect of stock compensation	383,394	305,056	342,826	272,828
Diluted weighted average shares outstanding	38,455,136	38,243,450	38,393,502	44,000,410

See notes to unaudited condensed consolidated financial statements.

Table of Contents

CASEY S GENERAL STORES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(Unaudited)

(DOLLARS IN THOUSANDS)

	Nine months ended January 31,	
	2012	2011
Cash flows from operations:		
Net earnings	\$ 93,722	71,853
Adjustments to reconcile net earnings to net cash provided by operations:		
Depreciation and amortization	70,943	60,373
Other amortization	343	348
Stock based compensation	2,657	1,305
Loss on sale and disposal of property and equipment	1,201	239
Deferred income taxes	44,897	39,721
Excess tax benefits related to stock option exercises	(564)	(594)
Loss on early retirement of debt		11,350
Changes in assets and liabilities:		
Receivables	2,683	(4,092)
Inventories	126	(3,396)
Prepaid expenses	(666)	(449)
Accounts payable	(30,491)	13,918
Accrued expenses	13,257	16,404
Income taxes	26,167	(24,178)
Other, net	(45)	(390)
Net cash provided by operations	224,230	182,412
Cash flows from investing:		
Purchase of property and equipment	(184,603)	(155,353)
Payments for acquisition of stores, net of cash acquired	(37,726)	(101,040)
Proceeds from sale of property and equipment	1,294	1,245
Net cash used in investing activities	(221,035)	(255,148)
Cash flows from financing:		
Proceeds from long-term debt		569,000
Payments of long-term debt	(1,192)	(68,836)
Net borrowings of short-term debt	(600)	9,000
Proceeds from exercise of stock options	1,927	3,465
Payments of cash dividends	(17,128)	(15,341)
Repurchase of common stock		(501,026)
Payments of prepayment penalties		(11,350)
Excess tax benefits related to stock option exercises	564	594
Net cash used in financing activities	(16,429)	(14,494)

Table of Contents

CASEY S GENERAL STORES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(Unaudited)

(Continued)

(DOLLARS IN THOUSANDS)

Nine months ended January 31,
2012