

OMNI ENERGY SERVICES CORP

Form 10-Q

September 08, 2010

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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 10-Q**

x **Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**  
For the Quarterly period ended June 30, 2010

or

“ **Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**  
For the transition period \_\_\_\_\_ to \_\_\_\_\_

COMMISSION FILE NUMBER 0-23383

**OMNI ENERGY SERVICES CORP.**

(Exact name of registrant as specified in its charter)

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**LOUISIANA**  
(State or other jurisdiction of  
incorporation or organization)

**72-1395273**  
(I.R.S. Employer  
Identification No.)

**4500 N.E. EVANGELINE THRUWAY**

**CARENCRO, LOUISIANA**  
(Address of principal executive offices)

**70520**  
(Zip Code)

**Registrant's telephone number, including area code: (337) 896-6664**

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 definition 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

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

As of September 2, 2010, there were 22,815,198 shares of the Registrant's common stock, \$0.01 par value per share, outstanding.

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**OMNI ENERGY SERVICES CORP**

**FORM 10-Q**

**FOR THE QUARTERLY PERIOD ENDED JUNE 30, 2010**

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**Table of Contents****PART I FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS****OMNI ENERGY SERVICES CORP.****CONSOLIDATED BALANCE SHEETS**

	December 31, 2009 (In thousands, except share and per share amounts)	June 30, 2010 (unaudited)
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 1,931	\$ 676
Trade receivables, net	15,016	23,824
Other receivables	578	65
Parts and supplies inventory	6,811	7,697
Prepaid expenses and other current assets	4,638	2,787
Deferred tax assets	66	1,224
Due from related party	131	131
Assets held for sale	736	736
<b>Total current assets</b>	<b>29,907</b>	<b>37,140</b>
<b>PROPERTY, PLANT AND EQUIPMENT, net</b>	<b>72,144</b>	<b>69,090</b>
<b>OTHER ASSETS:</b>		
Goodwill	6,586	6,586
Customer intangible assets, net	3,539	5,387
Licenses, permits and other intangible assets, net	9,424	8,992
Loan closing costs, net	3,758	3,244
Other assets	286	282
<b>Total other assets</b>	<b>23,593</b>	<b>24,491</b>
<b>TOTAL ASSETS</b>	<b>\$ 125,644</b>	<b>\$ 130,721</b>
<b>LIABILITIES AND STOCKHOLDERS EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 3,911	\$ 6,027
Accrued expenses	5,817	8,774
Line of credit		1,741
Current maturities of long-term debt and capital leases	11,881	13,937
Insurance notes payable	248	
<b>Total current liabilities</b>	<b>21,857</b>	<b>30,479</b>
<b>LONG-TERM LIABILITIES:</b>		
Long-term debt and capital leases, less current maturities	33,731	31,333
Other long-term liabilities	172	
Deferred tax liabilities	18,449	18,874

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Total long-term liabilities	52,352	50,207
Total liabilities	74,209	80,686
<b>COMMITMENTS AND CONTINGENCIES</b>		
<b>STOCKHOLDERS EQUITY:</b>		
Convertible preferred stock, no par value, 5,000,000 shares authorized; 29 and 0 shares of Series B issued and outstanding at December 31, 2009 and June 30, 2010, respectively, and 5,396 shares of Series C issued and outstanding at December 31, 2009 and June 30, 2010, respectively, liquidation preference of \$1,000 per share	1,074	1,045
Common stock, \$0.01 par value, 45,000,000 shares authorized; 20,980,202 and 22,782,891 issued and outstanding at December 31, 2009 and June 30, 2010, respectively	209	227
Preferred stock dividends declared	3	
Additional paid-in capital	100,887	101,726
Accumulated deficit	(50,738)	(52,963)
Total stockholders equity	51,435	50,035
<b>TOTAL LIABILITIES AND STOCKHOLDERS EQUITY</b>	<b>\$ 125,644</b>	<b>\$ 130,721</b>

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

**Table of Contents****OMNI ENERGY SERVICES CORP.****CONSOLIDATED STATEMENTS OF OPERATIONS****(unaudited)**

	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>
	<b>(in thousands, except per share amounts)</b>			
	<b>(Restated)</b>		<b>(Restated)</b>	
Operating revenue				
Services	\$ 27,102	\$ 23,805	\$ 53,083	\$ 43,934
Rentals	5,499	7,641	14,422	14,357
Total operating revenue	32,601	31,446	67,505	58,291
Operating expenses:				
Direct costs (exclusive of depreciation and amortization shown separately below)				
Services	18,308	18,535	36,496	34,634
Rentals	3,118	3,692	7,577	7,130
Depreciation and amortization	3,443	3,431	6,780	6,843
General and administrative expenses	7,156	5,592	14,527	10,215
Total operating expenses	32,025	31,250	65,380	58,822
Impairment of fixed assets	73		73	
Operating income (loss)	503	196	2,052	(531)
Interest expense	(618)	(1,092)	(1,577)	(2,248)
Other income (expense), net	(8)	3	(2)	23
Income (loss) before (provision) benefit for income taxes	(123)	(893)	473	(2,756)
(Provision) benefit for income taxes	(205)	(182)	(989)	772
Net loss	(328)	(1,075)	(516)	(1,984)
Dividends on preferred stock	(121)	(121)	(241)	(241)
Net loss available to common stockholders	\$ (449)	\$ (1,196)	\$ (757)	\$ (2,225)
Basic loss per share:				
Net loss available to common stockholders	\$ (0.02)	\$ (0.05)	\$ (0.04)	\$ (0.10)
Diluted loss per share:				
Net loss available to common stockholders	\$ (0.02)	\$ (0.05)	\$ (0.04)	\$ (0.10)
Weighted average common shares outstanding:				
Basic	20,712	21,821	20,653	21,420
Diluted	20,712	21,821	20,653	21,420

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



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**OMNI ENERGY SERVICES CORP.**  
**CONSOLIDATED STATEMENT OF STOCKHOLDERS EQUITY**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2010**  
**(unaudited)**

	Preferred Stock		Common Stock	
	Shares	Amount	Shares	Amount
	(in thousands, except share amounts)			
BALANCE, December 31, 2009	5,425	\$ 1,074	20,980,202	\$ 209
Stock based compensation				
Restricted stock awards			95,000	1
Stock options and warrants exercised for cash and other				