

CECO ENVIRONMENTAL CORP
Form 10-Q
November 08, 2016

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, 2016

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. 0-7099

CECO ENVIRONMENTAL CORP.

(Exact name of registrant as specified in its charter)

Delaware 13-2566064
(State or other jurisdiction of (IRS Employer

Incorporation or organization) Identification No.)

4625 Red Bank Road, Cincinnati, Ohio 45227
(Address of principal executive offices) (Zip Code)

(513) 458-2600

(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. 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 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

The number of shares outstanding of each of the issuer's classes of common equity, as of the latest practical date:
34,161,493 shares of common stock, par value \$0.01 per share, as of November 3, 2016.

CECO ENVIRONMENTAL CORP. AND SUBSIDIARIES

QUARTERLY REPORT ON FORM 10-Q

For the quarter ended September 30, 2016

Table of Contents

Part I – <u>Financial Information</u>	2
<u>Item 1. Financial Statements</u>	2
<u>Condensed Consolidated Balance Sheets as of September 30, 2016 and December 31, 2015</u>	2
<u>Condensed Consolidated Statements of Operations for the three-month and nine-month periods ended September 30, 2016 and 2015</u>	3
<u>Condensed Consolidated Statements of Comprehensive Income (Loss) for the three-month and nine-month periods ended September 30, 2016 and 2015</u>	4
<u>Condensed Consolidated Statements of Cash Flows for the nine-month periods ended September 30, 2016 and 2015</u>	5
<u>Notes to Condensed Consolidated Financial Statements</u>	6
<u>Item 2. Management’s Discussion and Analysis of Financial Condition and Results of Operations</u>	24
<u>Item 3. Quantitative and Qualitative Disclosures about Market Risk</u>	33
<u>Item 4. Controls and Procedures</u>	34
Part II <u>Other Information</u>	36
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<u>Item 1. Legal Proceedings</u>	36
<u>Item 1A. Risk Factors</u>	36
<u>Item 2. Unregistered Sales of Equity Securities and Use of Proceeds</u>	36
<u>Item 3. Defaults Upon Senior Securities</u>	36
<u>Item 4. Mine Safety Disclosures</u>	36
<u>Item 5. Other Information</u>	36
<u>Item 6. Exhibits</u>	37

Signatures

1

CECO ENVIRONMENTAL CORP. AND SUBSIDIARIES

PART I – FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS
CONDENSED CONSOLIDATED BALANCE SHEETS

	(unaudited)	
	SEPTEMBER 30, DECEMBER 31,	
(dollars in thousands, except per share data)	2016	2015
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 41,814	\$ 34,194
Restricted cash	1,427	5,319
Accounts receivable, net	83,359	97,778
Costs and estimated earnings in excess of billings on uncompleted contracts	38,370	43,175
Inventories, net	23,945	32,509
Prepaid expenses and other current assets	14,759	9,058
Prepaid income taxes	1,595	4,724
Assets held for sale	8,086	1,699
Total current assets	213,355	228,456
Property, plant and equipment, net	28,773	44,981
ZM EAC LLC		

By:
/s/ Quinn Morgan

Name: Quinn Morgan
Title: Managing Member

ZM PRIVATE EQUITY FUND I, L.P.

By:
ZM Private Equity Fund I GP, LLC, its General Partner

By: Q&U Investments, LLC, its Managing Member

By:
/s/ Quinn Morgan

Name: Quinn Morgan
Title: Managing Member

ZM PRIVATE EQUITY FUND II, L.P.

By:
ZM Private Equity Fund II GP, LLC, its General Partner

By: Q&U Investments, LLC, its Managing Member

By:
/s/ Quinn Morgan

Name: Quinn Morgan
Title: Managing Member

10TH LANE FINANCE CO., LLC

By:
10th Lane Partners LLC, its Managing Member

By: Q&U Investments, LLC, its Managing Member

By:
/s/ Quinn Morgan
Name: Quinn Morgan
Title: Managing Member