

OLYMPIC STEEL INC
Form 10-Q
November 05, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT
OF 1934

For the quarterly period ended September 30, 2015

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 0-23320

OLYMPIC STEEL, INC.

(Exact name of registrant as specified in its charter)

Ohio 34-1245650
(State or
other
jurisdiction of (I.R.S.Employer

incorporation Identification
or Number)
organization)

22901
Millcreek
Boulevard, 44122
Suite 650,
Highland
Hills, OH
(Address of
principal
executive
offices) (Zip Code)

Registrant's telephone number, including area code (216) 292-3800

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 (X) No ()

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate website, 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 (X) 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:

Large accelerated filer () Accelerated filer (X)
Non-accelerated filer () Smaller reporting company ()
(Do not check if a smaller reporting company)

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

Indicate the number of shares of each of the issuer's classes of common stock, as of the latest practicable date:

Class	Outstanding as of November 5, 2015
Common stock, without par value	11,002,616

Olympic Steel, Inc.

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Part I. FINANCIAL INFORMATION**Item 1. Financial Statements****Olympic Steel, Inc.****Consolidated Balance Sheets**

(in thousands)

	As of	
	September	December
	30, 2015	31, 2014
	(unaudited)	(audited)
Assets		
Cash and cash equivalents	\$5,040	\$2,238
Accounts receivable, net	115,155	123,804
Inventories, net (includes LIFO debit of \$4,932 as of September 30, 2015 and \$3,207 as of December 31, 2014)	229,031	311,108
Prepaid expenses and other	7,753	20,434
Assets held for sale	-	1,125
Total current assets	356,979	458,709
Property and equipment, at cost	370,909	366,989
Accumulated depreciation	(201,136)	(189,603)
Net property and equipment	169,773	177,386
Goodwill	500	16,951
Intangible assets, net	24,980	33,646
Other long-term assets	12,766	14,056
Total assets	\$564,998	\$700,748
Liabilities		
Current portion of long-term debt	\$2,690	\$3,530
Accounts payable	57,395	91,252
Accrued payroll	8,364	10,224
Other accrued liabilities	16,967	26,971
Total current liabilities	85,416	131,977
Credit facility revolver	185,180	244,090
Other long-term liabilities	10,742	13,249
Deferred income taxes	23,655	30,651
Total liabilities	304,993	419,967
Shareholders' Equity		
Preferred stock	-	-

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Common stock	128,033	126,339
Accumulated other comprehensive loss	(570)	(549)
Retained earnings	132,542	154,991
Total shareholders' equity	260,005	280,781
Total liabilities and shareholders' equity	\$564,998	\$700,748

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

Olympic Steel, Inc.**Consolidated Statements of Comprehensive Income**

(in thousands, except per share data)

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2015	2014	2015	2014
	<i>(unaudited)</i>			
Net sales	\$276,922	\$376,617	\$938,038	\$1,109,577
Costs and expenses				
Cost of materials sold (excludes items shown separately below)	218,172	305,080	753,949	891,968
Warehouse and processing	21,261	24,926	65,520	70,071
Administrative and general	15,943	18,260	49,287	55,342
Distribution	8,950	10,941	27,819	31,787
Selling	5,315	6,304	16,106	19,305
Occupancy	2,196	2,348	7,212	7,644
Depreciation	4,409	4,418	13,627	15,339
Amortization	223			