

COMMAND SECURITY CORP
Form 10-Q
August 01, 2018

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 June 30, 2018

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 001-33525

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 outstanding shares of the registrant's common stock as of July 24, 2018 was 10,134,662.

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PART I. FINANCIAL INFORMATION**Item 1. Financial Statements****COMMAND SECURITY CORPORATION****CONDENSED CONSOLIDATED STATEMENTS OF INCOME****(Unaudited)**

	Three Months Ended	
	June 30, 2018	June 30, 2017
Revenues	\$44,089,348	\$43,802,721
Cost of revenues	38,579,995	38,749,550
Gross profit	5,509,353	5,053,171
Operating expenses		
General and administrative	4,268,786	4,778,205
Provision for doubtful accounts, net	24,160	2,488
	4,292,946	4,780,693
Operating income	1,216,407	272,478
Other expenses		
Interest expense	167,572	91,927
Income before income taxes and equity loss in minority investment of unconsolidated affiliate	1,048,835	180,551
Equity loss in minority investment of unconsolidated affiliate	-	(25,200)
Income before income taxes	1,048,835	155,351
Provision for income taxes	319,000	84,000
Net income	\$729,835	\$71,351
Income per share of common stock		

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Basic	\$0.07	\$0.01
Diluted	\$0.07	\$0.01
Weighted average number of common shares outstanding		
Basic	10,200,936	9,848,186
Diluted	10,392,384	10,264,096

See accompanying notes to condensed consolidated financial statements

COMMAND SECURITY CORPORATION**CONDENSED CONSOLIDATED BALANCE SHEETS**

	June 30, 2018 (Unaudited)	March 31, 2018
ASSETS		
Current assets:		
Cash and cash equivalents	\$1,359,103	\$1,211,915
Accounts receivable, net of allowance for doubtful accounts of \$363,944 and \$335,192, respectively	35,075,913	36,831,394
Prepaid expenses	961,015	1,933,500
Other assets	2,047,926	3,321,345
Total current assets	39,443,957	43,298,154
Furniture and equipment at cost, net	626,617	559,976
Other assets:		
Intangible assets, net	907,661	921,902
Other assets	3,202,007	3,508,469
Total other assets	4,109,668	4,430,371
Total assets	\$44,180,242	\$48,288,501

LIABILITIES AND STOCKHOLDERS' EQUITY