

SJW CORP
Form 10-Q
August 07, 2013

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, 2013
Commission file number 1-8966
SJW Corp.
(Exact name of registrant as specified in its charter)

California 77-0066628
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification No.)

110 West Taylor Street, San Jose, CA 95110
(Address of principal executive offices) (Zip Code)
408-279-7800

(Registrant's telephone number, including area code)

Not Applicable

(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 (§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 definitions of "large accelerated filer," "accelerated filer," "non-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
(Do not check if a 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

APPLICABLE ONLY TO CORPORATE ISSUERS:

As of July 26, 2013, there were 20,137,197 shares of the registrant's Common Stock outstanding.

PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

SJW Corp. and Subsidiaries

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(UNAUDITED)

(in thousands, except share and per share data)

	Three months ended June 30,		Six months ended June 30,	
	2013	2012	2013	2012
OPERATING REVENUE	\$74,230	65,575	\$124,369	116,724
OPERATING EXPENSE:				
Production Costs:				
Purchased water	18,314	17,783	28,433	31,360
Power	1,777	1,303	2,662	2,168
Groundwater extraction charges	9,525	5,439	14,115	8,385
Other production costs	2,882	2,841	5,595	5,597
Total production costs	32,498	27,366	50,805	47,510
Administrative and general	10,085	10,746	21,579	21,294
Maintenance	3,433	3,133	6,633	6,122
Property taxes and other non-income taxes	2,534	2,419	5,083	4,854
Depreciation and amortization	8,743	8,326	17,559	16,634
Total operating expense	57,293	51,990	101,659	96,414
OPERATING INCOME	16,937	13,585	22,710	20,310
OTHER (EXPENSE) INCOME:				
Interest on long-term debt	(4,678)) (4,659)) (9,323)) (9,339)
Mortgage and other interest expense	(278)) (391)) (655)) (786)
Gain on sale of real estate investment	—	—	1,063	—
Dividend income	61	61	123	121
Other, net	589	162	960	360
Income before income taxes	12,631	8,758	14,878	10,666
Provision for income taxes	5,191	3,557	6,121	4,356
NET INCOME	7,440	5,201	8,757	6,310
Other comprehensive (loss) income, net	(89)) 59	265	48
COMPREHENSIVE INCOME	\$7,351	5,260	\$9,022	6,358
EARNINGS PER SHARE				
Basic	\$0.37	0.28	\$0.45	0.34
Diluted	\$0.37	0.28	\$0.45	0.34
DIVIDENDS PER SHARE	\$0.18	0.18	\$0.37	0.36
WEIGHTED AVERAGE SHARES OUTSTANDING				
Basic	20,072,703	18,626,547	19,384,855	18,619,149
Diluted	20,266,480	18,824,481	19,581,515	18,822,784

See Accompanying Notes to Unaudited Condensed Consolidated Financial Statements.

SJW Corp. and Subsidiaries
 CONDENSED CONSOLIDATED BALANCE SHEETS
 (UNAUDITED)
 (in thousands, except share and per share data)

	June 30, 2013	December 31, 2012
ASSETS		
Utility plant:		
Land	\$ 10,279	10,156
Depreciable plant and equipment	1,209,767	1,166,220
Construction in progress	24,855	24,298
Intangible assets	18,259	15,561
	1,263,160	1,216,235
Less accumulated depreciation and amortization	400,494	384,675
	862,666	831,560
Real estate investments	78,268	74,232
Less accumulated depreciation and amortization	9,839	9,045
	68,429	65,187
CURRENT ASSETS:		
Cash and cash equivalents	4,005	2,522
Accounts receivable:		
Customers, net of allowances for uncollectible accounts	18,097	12,317
Income tax	27	489
Other	1,152	