

FreightCar America, Inc.
Form 10-Q
May 10, 2013
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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 March 31, 2013

or

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

Commission file number: 000-51237

FREIGHTCAR AMERICA, INC.

(Exact name of registrant as specified in its charter)

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Delaware
(State or other jurisdiction of
incorporation or organization)

25-1837219
(I.R.S. Employer
Identification No.)

Two North Riverside Plaza, Suite 1300

Chicago, Illinois
(Address of principal executive offices)

60606
(Zip Code)

(800) 458-2235
(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 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.:

Large accelerated filer Accelerated filer
Non-accelerated filer (Do not check if a smaller reporting company) 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 April 26, 2013, there were 12,024,823 shares of the registrant's common stock outstanding.

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Table of Contents**PART I FINANCIAL INFORMATION****Item 1. Financial Statements.****FreightCar America, Inc.****Condensed Consolidated Balance Sheets****(Unaudited)**

	March 31, 2013	December 31, 2012
<i>(In thousands, except share and per share data)</i>		
Assets		
Current assets		
Cash and cash equivalents	\$ 73,077	\$ 98,509
Restricted cash	2,969	14,700
Marketable securities	41,988	41,978
Accounts receivable, net of allowance for doubtful accounts of \$274 and \$299, respectively	10,783	12,987
Inventories, net	75,824	73,842
Other current assets	7,308	7,130
Deferred income taxes, net	12,079	12,079
Total current assets	224,028	261,225
Property, plant and equipment, net	50,790	39,343
Railcars available for lease, net	43,132	43,435
Goodwill	22,128	22,128
Deferred income taxes, net	15,930	18,940
Other long-term assets	3,318	3,494
Total assets	\$ 359,326	\$ 388,565
Liabilities and Stockholders Equity		
Current liabilities		
Accounts and contractual payables	\$ 18,277	\$ 33,453
Accrued payroll and employee benefits	3,440	6,548
Accrued postretirement benefits	4,978	4,978
Accrued warranty	7,468	7,625
Customer deposits	27,383	36,087
Other current liabilities	9,249	7,885
Total current liabilities	70,795	96,576
Accrued pension costs	11,938	12,193
Accrued postretirement benefits, less current portion	63,805	64,322
Accrued taxes and other long-term liabilities	4,156	4,143
Total liabilities	150,694	177,234
Stockholders equity		
Preferred stock, \$0.01 par value, 2,500,000 shares authorized (100,000 shares each designated as Series A voting and Series B non-voting, 0 shares issued and outstanding at March 31, 2013 and December 31, 2012)		
Common stock, \$0.01 par value, 50,000,000 shares authorized, 12,731,678 shares issued at March 31, 2013 and December 31, 2012	127	127

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Additional paid in capital	98,667	100,402
Treasury stock, at cost, 706,855 and 752,167 shares at March 31, 2013 and December 31, 2012, respectively	(32,309)	(34,488)
Accumulated other comprehensive loss	(25,916)	(26,139)
Retained earnings	168,063	171,429
Total stockholders' equity	208,632	211,331
Total liabilities and stockholders' equity	\$ 359,326	\$ 388,565

See Notes to Condensed Consolidated Financial Statements.

Table of Contents**FreightCar America, Inc.****Condensed Consolidated Statements of Operations****(Unaudited)**

	Three Months Ended March 31,	
	2013	2012
	<i>(In thousands, except share and per share data)</i>	
Revenues	\$ 87,615	\$ 219,066
Cost of sales	82,646	195,335
Gross profit	4,969	23,731
Selling, general and administrative expenses	4,431	8,693
Gain on sale of railcars available for lease	(14)	(948)
Operating income	552	15,986
Interest income	14	2
Interest expense	(98)	(92)
Income before income taxes	468	15,896
Income tax provision	3,112	6,162
Net (loss) income	\$ (2,644)	\$ 9,734
Net (loss) income per common share basic	\$ (0.22)	\$ 0.82
Net (loss) income per common share diluted	\$ (0.22)	\$ 0.81
Weighted average common shares outstanding basic	11,943,423	11,924,418
Weighted average common shares outstanding diluted	11,943,423	11,979,727
Dividends declared per common share	\$ 0.06	\$ 0.06

See Notes to Condensed Consolidated Financial Statements.

Table of Contents**FreightCar America, Inc.****Condensed Consolidated Statements of Comprehensive (Loss) Income****(Unaudited)**

	Three Months Ended March 31,	
	2013	2012
	<i>(In thousands)</i>	
Net (loss) income	\$ (2,644)	\$ 9,734
Other comprehensive income, net of tax:		
Pension liability reclassified to net income (net of taxes of \$46 and \$48)	85	78
Postretirement liability reclassified to net income (net of taxes of \$76 and \$59)	138	95
Other comprehensive income	223	173
Comprehensive (loss) income	\$ (2,421)	\$ 9,907

See Notes to Condensed Consolidated Financial Statements.

Table of Contents**FreightCar America, Inc.****CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS EQUITY (Unaudited)**

(in thousands, except for share data)

	FreightCar America Stockholders						Accumulated		Total Stockholders Equity
	Common Stock		Additional Paid In Capital	Treasury Stock		Other Comprehensive Loss	Retained Earnings		
	Shares	Amount		Shares	Amount				
Balance, December 31, 2011	12,731,678	\$ 127	\$ 100,204	(780,320)	\$ (35,904)	\$ (22,302)	\$ 155,209	\$ 197,334	
Net income							9,734	9,734	
Other comprehensive income						173		173	
Restricted stock awards			(651)	14,150	651				
Employee restricted stock settlement				(763)	(17)			(17)	
Stock-based compensation recognized			458					458	
Cash dividends							(718)	(718)	