

GOLDFIELD CORP  
Form 10-Q  
August 14, 2007

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**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 June 30, 2007

**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: 1-7525

**THE GOLDFIELD CORPORATION**

*(Exact Name of Registrant as Specified in Its Charter)*

**Delaware**

*(State or other Jurisdiction of Incorporation or  
Organization)*

**88-0031580**

*(I.R.S. Employer Identification No.)*

**1684 West Hibiscus Blvd., Melbourne, Florida, 32901**

*(Address of Principal Executive Offices)(Zip Code)*

**(321) 724-1700**

*(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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

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Large accelerated filer  Accelerated filer  Non-accelerated filer

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 August 7, 2007, 25,451,354 shares of the Registrant's Common Stock were outstanding.

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**THE GOLDFIELD CORPORATION AND SUBSIDIARIES**

QUARTERLY REPORT ON FORM 10-Q  
FOR THE QUARTER ENDED JUNE 30, 2007

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**PART I. FINANCIAL INFORMATION****Item 1. Financial Statements**

**THE GOLDFIELD CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**(Unaudited)**

	June 30, 2007	December 31, 2006
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 4,548,191	\$ 6,801,600
Accounts receivable and accrued billings	4,147,221	4,908,511
Contracts receivable	3,279,600	10,623,909
Remediation insurance receivable	273,349	329,888
Current portion of notes receivable	50,143	41,453
Construction inventory	-	216,989
Real estate inventories	10,506,278	801,411
Costs and estimated earnings in excess of billings on uncompleted contracts	2,473,264	2,358,738
Deferred income taxes	20,500	263,400
Income taxes recoverable	654,434	309,922
Residential properties under construction	-	3,784,165
Prepaid expenses	1,017,745	431,441
Other current assets	22,345	17,614
Total current assets	26,993,070	30,889,041
Property, buildings and equipment, at cost, net of depreciation of \$14,302,301 as of June 30, 2007 and \$13,715,313 as of December 31, 2006	10,866,696	9,465,378
Notes receivable, less current portion	375,099	407,409
Deferred charges and other assets		
Land and land development costs	710,495	710,495
Cash surrender value of life insurance	326,492	321,724
Other assets	662,285	110,129
Total deferred charges and other assets	1,699,272	1,142,348
Total assets	\$ 39,934,137	\$ 41,904,176
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities		
Accounts payable and accrued liabilities	\$ 2,899,164	\$ 5,359,893
Billings in excess of costs and estimated earnings on uncompleted contracts	-	24,444
Notes payable	9,916,477	8,663,768
Capital leases, due within one year	326,754	317,160
Current liabilities of discontinued operations	133,759	208,221
Total current liabilities	13,276,154	14,573,486
Deferred income taxes	465,400	861,400
Other accrued liabilities	24,416	20,821
Notes payable, less current portion	2,560,976	1,207,745
Capital leases, less current portion	729,956	894,976

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Total liabilities	17,056,902	17,558,428
Commitments and contingencies		
Stockholders' equity		
Preferred stock, \$1 par value per share, 5,000,000 shares authorized, none issued	-	-
Common stock, \$.10 par value per share, 40,000,000 shares authorized; 27,813,772 shares issued and 25,451,354 shares outstanding	2,781,377	2,781,377
Capital surplus	18,481,683	18,481,683
Retained earnings	2,922,362	4,390,875
Treasury stock, 2,362,418 shares, at cost	(1,308,187)	(1,308,187)
Total stockholders' equity	22,877,235	24,345,748
Total liabilities and stockholders' equity	\$ 39,934,137	\$ 41,904,176

See accompanying notes to consolidated financial statements

**THE GOLDFIELD CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
**(Unaudited)**

	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2006	2007	2006
<b>Revenue</b>				
Electrical construction	\$ 6,658,079	\$ 11,186,323	\$ 14,012,121	\$ 21,678,328
Real estate development	(5,303,303)	1,046,540	(2,848,870)	4,549,487
<b>Total revenue</b>	<b>1,354,776</b>	<b>12,232,863</b>	<b>11,163,251</b>	<b>26,227,815</b>
<b>Costs and expenses</b>				
Electrical construction	4,946,406	8,460,325	11,748,110	16,583,534
Real estate development	(3,470,151)	827,489	(1,776,226)	3,148,918
Depreciation	765,770	628,120	1,508,118	1,227,411
Selling, general and administrative	606,362	819,774	1,657,333	1,918,129
Gain on sale of assets	(1,436)	(11,013)	(10,294)	(29,323)
<b>Total costs and expenses</b>	<b>2,846,951</b>	<b>10,724,695</b>	<b>13,127,041</b>	<b>22,848,669</b>
<b>Total operating income (loss)</b>	<b>(1,492,175)</b>	<b>1,508,168</b>	<b>(1,963,790)</b>	<b>3,379,146</b>
<b>Other income (expense), net</b>				
Interest income	51,554	26,972	112,886	51,684
Interest expense, net of amount capitalized	(99,060)	(62,965)	(178,705)	(99,957)
Other	53,364	110,128	62,513	113,622
<b>Total other income (expenses), net</b>	<b>5,858</b>	<b>74,135</b>	<b>(3,306)</b>	<b>65,349</b>
<b>Income (loss) from continuing operations before income taxes</b>				
	(1,486,317)	1,582,303	(1,967,096)	3,444,495
<b>Income tax expense (benefit)</b>	<b>(364,815)</b>	<b>609,831</b>	<b>(498,583)</b>	<b>1,327,533</b>
<b>Net income (loss)</b>	<b>\$ (1,121,502)</b>	<b>\$ 972,472</b>	<b>\$ (1,468,513)</b>	<b>\$ 2,116,962</b>
<b>Earnings (loss) per share of common stock -</b>				
<b>basic and diluted</b>	<b>\$ (0.04)</b>	<b>\$ 0.04</b>	<b>\$ (0.06)</b>	<b>\$ 0.08</b>
<b>Weighted average number of common shares outstanding – basic and diluted</b>				
	25,451,354	25,572,192	25,451,354	25,572,192

See accompanying notes to consolidated financial statements

**THE GOLDFIELD CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**(Unaudited)**

	Six Months Ended June 30,	
	2007	2006
Cash flows from operating activities		
Net income (loss) from continuing operations	\$ (1,468,513)	\$ 2,116,962
Adjustments to reconcile net income (loss) to net cash provided by (used by) operating activities		
Depreciation	1,508,118	1,227,411
Gain on sale of assets	(10,294)	(29,323)
Deferred income taxes	(153,100)	391,000
Changes in operating assets and liabilities		
Accounts receivable and accrued billings	761,290	(484,046)
Contracts receivable	7,344,309	4,292,613
Construction inventory	216,989	(481,363)
Real estate inventories	(9,704,867)	-
Costs and estimated earnings in excess of billings on uncompleted contracts	(114,526)	(1,500,264)
Land and land development costs	-	1,074,680
Residential properties under construction	3,784,165	(2,081,989)
Income taxes recoverable	(344,512)	(14,404)
Income taxes payable	-	167,873
Prepaid expenses and other assets	(1,143,191)	(587,823)
Accounts payable and accrued liabilities	(2,490,186)	652,373
Billings in excess of costs and estimated earnings on uncompleted contracts	(24,444)	(23,881)
Net cash provided by (used by) operating activities of continuing operations	(1,838,762)	4,719,819
Net cash used by operating activities of discontinued operations	(17,923)	(61,251)
Net cash provided by (used by) operating activities	(1,856,685)	4,658,568
Cash flows from investing activities		
Proceeds from the disposal of property and equipment	91,981	136,735
Proceeds from notes receivable	23,620	21,216
Purchases of property and equipment	(2,958,071)	(1,438,503)
Cash		