

GP STRATEGIES CORP  
Form 10-Q  
August 07, 2009  
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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 June 30, 2009

or

**o 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 1-7234

**GP STRATEGIES CORPORATION**

(Exact name of Registrant as specified in its charter)

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**Delaware**  
(State of Incorporation)

**13-1926739**  
(I.R.S. Employer Identification No.)

**6095 Marshalee Drive, Suite 300, Elkridge, MD**  
(Address of principal executive offices)

**21075**  
(Zip Code)

**(410) 379-3600**  
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 (§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 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  Smaller reporting company

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

Indicate the number of shares outstanding of each of issuer's classes of common stock as of July 31, 2009:

Class	Outstanding
Common Stock, par value \$.01 per share	15,775,683 shares



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**GP STRATEGIES CORPORATION AND SUBSIDIARIES**

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Signatures

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## Condensed Consolidated Balance Sheets

(In thousands, except per share amounts)

	June 30, 2009 (Unaudited)	December 31, 2008
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 4,380	\$ 3,961
Accounts and other receivables, less allowance for doubtful accounts of \$747 in 2009 and \$938 in 2008	40,896	42,471
Inventories, net	548	537
Costs and estimated earnings in excess of billings on uncompleted contracts	7,832	8,036
Prepaid expenses and other current assets	7,798	7,277
Total current assets	61,454	62,282
Property, plant and equipment	10,678	9,856
Accumulated depreciation	(7,878)	(6,886)
Property, plant and equipment, net	2,800	2,970
Goodwill	51,277	60,273
Intangible assets, net	5,933	6,740
Other assets	4,781	3,575
	\$ 126,245	\$ 135,840
<b>Liabilities and Stockholders Equity</b>		
Current liabilities:		
Short-term borrowings	\$ 3,042	\$ 3,234
Accounts payable and accrued expenses	21,060	25,977
Billings in excess of costs and estimated earnings on uncompleted contracts	10,927	10,222
Total current liabilities	35,029	39,433
Other noncurrent liabilities	3,198	3,601
Total liabilities	38,227	43,034
Stockholders equity:		
Common stock, par value \$0.01 per share	178	178
Additional paid-in capital	158,319	158,462
Accumulated deficit	(53,295)	(48,135)
Treasury stock at cost	(15,509)	(15,070)
Accumulated other comprehensive loss	(1,675)	(2,629)
Total stockholders equity	88,018	92,806
	\$ 126,245	\$ 135,840

See accompanying notes to condensed consolidated financial statements.





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**GP STRATEGIES CORPORATION AND SUBSIDIARIES**

Condensed Consolidated Statements of Operations

(Unaudited)

(In thousands, except per share data)

	Three months ended June 30,		Six months ended June 30,	
	2009	2008	2009	2008
Revenue	\$ 53,757	\$ 72,026	\$ 107,348	\$ 138,945
Cost of revenue	45,022	61,204	91,124	117,846
Gross profit				