

MILLER INDUSTRIES INC /TN/
Form 10-Q
August 07, 2007

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**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, 2007

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 1-14124

MILLER INDUSTRIES, INC.

(Exact Name of Registrant as Specified in Its Charter)

Tennessee

(State or Other Jurisdiction of Incorporation or Organization)

62-1566286

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

8503 Hilltop Drive

Ooltewah, Tennessee

(Address of Principal Executive Offices)

37363

(Zip Code)

(423) 238-4171

(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.

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.

The number of shares outstanding of the registrant's common stock, par value \$.01 per share, as of July 31, 2007 was 11,555,679.

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FORWARD-LOOKING STATEMENTS

Certain statements in this Form 10-Q, including but not limited to Item 2, “Management’s Discussion and Analysis of Financial Condition and Results of Operations,” may be deemed to be forward-looking statements, as defined in the Private Securities Litigation Reform Act of 1995. Such forward-looking statements are made based on our management’s belief, as well as assumptions made by, and information currently available to, our management, pursuant to “safe harbor” provisions of the Private Securities Litigation Reform Act of 1995. Our actual results may differ materially from the results anticipated in these forward-looking statements due to, among other things, the risks related to the cyclical nature of our industry, general economic conditions and the economic health of our customers,

our dependence on outside suppliers of raw materials, increases in the cost of aluminum, steel and related raw materials, and increases in fuel and other transportation costs, and those other risks referenced herein, including those risks referred to in this report, in Part II, "Item 1A. Risk Factors," and those risks discussed in our other filings with the SEC, including those risks discussed under the caption "Risk Factors" in our Form 10-K for fiscal 2006, which discussion is incorporated herein by this reference. Such factors are not exclusive. We do not undertake to update any forward-looking statement that may be made from time to time by, or on behalf of, our company.

PART I. FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS (UNAUDITED)****MILLER INDUSTRIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS****(In thousands, except share data)**

	June 30, 2007	December 31,
	(Unaudited)	2006
ASSETS		
CURRENT ASSETS:		
Cash and temporary investments	\$ 8,564	\$ 8,204
Accounts receivable, net of allowance for doubtful accounts of \$2,270 and \$2,488 at June 30, 2007 and December 31, 2006, respectively	81,086	84,186
Inventories, net	42,767	43,155
Prepaid expenses and other	3,273	2,079
Current deferred income taxes	10,285	12,154
Total current assets	145,975	149,778
PROPERTY, PLANT, AND EQUIPMENT, net	31,894	27,527
GOODWILL, net	11,619	11,619
DEFERRED INCOME TAXES	4,845	7,586
OTHER ASSETS	631	922
	\$ 194,964	\$ 197,432
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Current portion of long-term obligations	\$ 1,594	\$ 1,623
Accounts payable	49,516	58,620
Accrued liabilities and other	14,581	13,269
Total current liabilities	65,691	73,512
LONG-TERM OBLIGATIONS, less current portion	4,739	10,537
COMMITMENTS AND CONTINGENCIES (Notes 5 and 8)		
SHAREHOLDERS' EQUITY:		
Preferred stock, \$.01 par value; 5,000,000 shares authorized, none issued or outstanding		—
Common stock, \$.01 par value; 100,000,000 shares authorized, 11,555,249 and 11,509,964 outstanding at June 30, 2007 and December 31, 2006, respectively	116	115
Additional paid-in capital	160,273	159,702
Accumulated deficit	(38,271)	(48,539)
Accumulated other comprehensive income	2,416	2,105
Total shareholders' equity	124,534	113,383
	\$ 194,964	\$ 197,432

The accompanying notes are an integral part of these financial statements.

MILLER INDUSTRIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(In thousands, except per share data)
(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2006	2007	2006
NET SALES	\$ 108,825	\$ 91,923	\$ 222,828	\$ 185,359
COSTS AND EXPENSES:				
Costs of operations	93,096	78,062	190,848	157,353
Selling, general and administrative expenses	7,028	6,400	14,190	12,984
Interest expense, net	882	968	1,594	