

ALEXANDERS J CORP  
Form 10-Q  
November 17, 2010

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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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FORM 10-Q

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

For quarterly period ended October 3, 2010

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: 1-8766

J. ALEXANDER'S CORPORATION  
(Exact name of registrant as specified in its charter)

Tennessee  
(State or other jurisdiction of  
incorporation or organization)

62-0854056  
(I.R.S. Employer  
Identification No.)

3401 West End Avenue, Suite 260  
P.O. Box 24300  
Nashville, Tennessee  
(Address of principal executive offices)

37202  
(Zip Code)

Registrant's telephone number, including area code: (615) 269-1900

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 definitions of "large accelerated filer", "accelerated filer", "non-accelerated filer" and

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“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

As of November 16, 2010, 5,962,482 shares of the registrant’s Common Stock, \$.05 par value, were outstanding.

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## PART I. FINANCIAL INFORMATION

## Item 1. Financial Statements

## J. Alexander's Corporation and Subsidiaries

## Condensed Consolidated Balance Sheets

(Unaudited in thousands, except share and per share amounts)

	October 3 2010	January 3 2010
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,532	\$ 5,613
Income taxes receivable	3,600	839
Accounts and notes receivable	2,110	2,574
Inventories	1,194	1,293
Prepaid expenses and other current assets	2,001	1,496
<b>TOTAL CURRENT ASSETS</b>	<b>10,437</b>	<b>11,815</b>
OTHER ASSETS		
	1,714	1,601
PROPERTY AND EQUIPMENT, at cost, less accumulated depreciation and amortization of \$60,202 and \$56,220 at October 3, 2010 and January 3, 2010, respectively		
	75,299	77,914
DEFERRED INCOME TAXES		
	152	152
DEFERRED CHARGES, less accumulated amortization of \$869 and \$787 at October 3, 2010 and January 3, 2010, respectively		
	537	659
	<b>\$ 88,139</b>	<b>\$ 92,141</b>

	October 3 2010	January 3 2010
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 3,833	\$ 5,961
Accrued expenses and other current liabilities	5,191	5,860
Unearned revenue	1,079	1,752
Current portion of long-term debt and obligations under capital leases	937	1,621
<b>TOTAL CURRENT LIABILITIES</b>	<b>11,040</b>	<b>15,194</b>
<b>LONG-TERM DEBT AND OBLIGATIONS UNDER CAPITAL LEASES,</b> net of portion classified as current	<b>18,748</b>	<b>21,796</b>
<b>OTHER LONG-TERM LIABILITIES</b>	<b>10,455</b>	<b>9,903</b>
<b>STOCKHOLDERS' EQUITY</b>		
Common Stock, par value \$.05 per share: Authorized 10,000,000 shares; issued and outstanding 5,962,482 and 5,946,757 shares at October 3, 2010 and January 3, 2010, respectively	298	297
Preferred Stock, no par value: Authorized 1,000,000 shares; none issued	—	—
Additional paid-in capital	34,046	33,700
Retained earnings	13,552	11,251
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>47,896</b>	<b>45,248</b>
Commitments and Contingencies		
	\$ 88,139	\$ 92,141

See notes to condensed consolidated financial statements.

J. Alexander's Corporation and Subsidiaries  
Condensed Consolidated Statements of Operations  
(Unaudited in thousands, except per share amounts)

	Quarter Ended		Nine Months Ended	
	October 3 2010	September 27 2009	October 3 2010	September 27 2009
Net sales	\$ 35,164	\$ 32,423	\$ 110,225	\$ 105,198
Costs and expenses:				
Cost of sales	11,357	10,286	35,332	33,075
Restaurant labor and related costs	12,375	12,205	37,726	37,254
Depreciation and amortization of restaurant property and equipment	1,469	1,636	4,488	4,961
Other operating expenses	8,200	7,949	24,819	24,547
Total restaurant operating expenses	33,401	32,076	102,365	99,837
General and administrative expenses	2,291	2,477	6,730	7,554
Operating income (loss)	(528)	(2,130)		