

SKYWEST INC
Form 10-Q
November 03, 2014
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SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 10-Q

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

For the quarterly period ended September 30, 2014

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 0-14719

SKYWEST, INC.

Incorporated under the laws of Utah

87-0292166
(I.R.S. Employer ID No.)

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444 South River Road

St. George, Utah 84790

(435) 634-3000

Indicate by a 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 to 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, and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

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

Indicate the number of shares outstanding of each of the registrant's classes of common stock, as of the latest practicable date.

Class	Outstanding at October 29, 2014
Common stock, no par value	51,179,324

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SKYWEST, INC.

QUARTERLY REPORT ON FORM 10-Q

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Exhibit 32.1	Certification of Chief Executive Officer		
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(Dollars in Thousands)

ASSETS

	September 30, 2014 (unaudited)	December 31, 2013
CURRENT ASSETS:		
Cash and cash equivalents	\$ 151,393	\$ 170,636
Marketable securities	392,690	487,239
Restricted cash	11,582	12,219
Income tax receivable		840
Receivables, net	92,662	111,186
Inventories, net	150,133	138,094
Prepaid aircraft rents	381,046	360,781
Deferred tax assets	132,789	156,050
Other current assets	24,798	27,392
Total current assets	1,337,093	1,464,437
PROPERTY AND EQUIPMENT:		
Aircraft and rotatable spares	4,504,659	4,080,886
Deposits on aircraft	40,000	40,000
Buildings and ground equipment	283,350	279,965
	4,828,009	4,400,851
Less-accumulated depreciation and amortization	(1,869,304)	(1,749,058)
Total property and equipment, net	2,958,705	2,651,793
OTHER ASSETS		
Intangible assets, net	13,311	14,998
Other assets	88,523	101,991
Total other assets	101,834	116,989
Total assets	\$ 4,397,632	\$ 4,233,219

See accompanying notes to condensed consolidated financial statements.

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(Dollars in Thousands)

LIABILITIES AND STOCKHOLDERS EQUITY

	September 30, 2014 (unaudited)	December 31, 2013
CURRENT LIABILITIES:		
Current maturities of long-term debt	\$ 202,067	\$ 177,389
Accounts payable	252,180	245,518
Accrued salaries, wages and benefits	133,744	133,002
Accrued aircraft rents	2,688	7,492
Taxes other than income taxes	23,477	19,626
Other current liabilities	45,755	37,437
Total current liabilities	659,911	620,464
OTHER LONG-TERM LIABILITIES	47,730	76,305
LONG-TERM DEBT, net of current maturities	1,467,506	1,293,179
DEFERRED INCOME TAXES PAYABLE	718,719	727,358
DEFERRED AIRCRAFT CREDITS	74,696	80,974
COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS EQUITY:		
Preferred stock, 5,000,000 shares authorized; none issued		
Common stock, no par value, 120,000,000 shares authorized; 78,089,208 and 77,322,304 shares issued, respectively	624,810	618,511
Retained earnings	1,195,351	1,197,819
Treasury stock, at cost, 26,765,386 and 26,095,636 shares, respectively	(391,364)	(382,950)
Accumulated other comprehensive income	273	1,559
Total stockholders equity	1,429,070	1,434,939
Total liabilities and stockholders equity	\$	