

SECURITIES AND EXCHANGE COMMISSION

FORM 10-Q/A

Quarterly report pursuant to sections 13 or 15(d) [amend]

Filing Date: **1998-07-22** | Period of Report: **1998-03-31**
SEC Accession No. **0000819977-98-000010**

([HTML Version](#) on [secdatabase.com](#))

FILER

EMCON

CIK: **819977** | IRS No.: **941738964** | State of Incorpor.: **CA** | Fiscal Year End: **1231**
Type: **10-Q/A** | Act: **34** | File No.: **000-16225** | Film No.: **98669701**
SIC: **8711** Engineering services

Mailing Address

*P O BOX 349014
STE 1200
SACRAMENTO CA 95834-9014*

Business Address

*1433 NORTH MARKET BLVD
STE 2
P O BOX 349014
SACRAMENTO CA 95834
9169281090*

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
 WASHINGTON, D.C. 20549
 FORM 10-Q/A
 (Amendment No. 1)

(Mark One)

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

For the quarterly period ended March 31, 1998

OR

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

Commission file number 0-16225

EMCON

(Exact name of Registrant as specified in its charter)

California

94-1738964

 (State or other jurisdiction of
 incorporation or organization)

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

400 South El Camino Real, Suite 1200
 San Mateo, California

94402

 (Address of principal executive offices)

 (Zip Code)

Registrant's telephone number, including area code: (650) 375-1522

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

8,715,464 shares of Common Stock Issued and Outstanding as of May 8, 1998.

INFORMATION TO BE INCLUDED IN THE REPORT
 Amendment No. 1

The undersigned registrant hereby amends the following items of its Form 10-Q for the period ended March 31, 1998: Form 10Q filed with the Securities and Exchange Commission on May 12, 1998. The segment reporting on pages 9 and 10 for the quarter ended March 31, 1997 has been amended to correct the depreciation and allocation amounts to its segments. There were no changes to the consolidated numbers.

<TABLE>
 <CAPTION>

Segment Information

| (Three months ended March 31, 1998) | PSD | EOC | CAS | Other | Total |
|-------------------------------------|-----|-----|-----|-------|-------|
| <S> | <C> | <C> | <C> | <C> | <C> |

| | | | | | |
|--|----------|----------|-----|-------|----------|
| Gross revenues from: | | | | | |
| External customers | \$18,047 | \$10,732 | N/A | \$ -- | \$28,779 |
| Intersegment revenues | 197 | 524 | N/A | -- | 721 |
| Outside services from: | | | | | |
| External subcontractors | 2,872 | 85 | N/A | -- | 2,957 |
| Intersegment services | 572 | 151 | N/A | -- | 723 |
| Net revenues | 14,800 | 11,020 | N/A | 2 | 25,822 |
| Depreciation expense | 553 | 343 | N/A | 71 | 967 |
| Amortization expense | -- | 15 | N/A | 138 | 153 |
| Segment operating profit (loss) before allocations | 721 | 881 | N/A | -- | 1,602 |
| Segment operating profit (loss) after allocations | (230) | 382 | N/A | (9) | 143 |
| Segment assets(1) | | | | | |
| Accounts receivable, net | \$21,215 | \$10,252 | N/A | \$ -- | \$31,467 |

(Three months ended March 31, 1997)

| | | | | | |
|--|----------|---------|----------|-------|----------|
| Gross revenues from: | | | | | |
| External customers | \$20,916 | \$5,988 | \$ 4,453 | \$ 6 | \$31,363 |
| Intersegment revenues | 331 | 580 | 734 | -- | 1,645 |
| Outside services from: | | | | | |
| External subcontractors | 3,507 | -- | 275 | -- | 3,782 |
| Intersegment services | 1,479 | 132 | 8 | -- | 1,619 |
| Net revenues | 16,261 | 6,436 | 4,904 | (20) | 27,581 |
| Depreciation expense | 560 | 281 | 462 | 52 | 1,355 |
| Amortization expense | -- | 15 | -- | 136 | 151 |
| Restructuring/other charges | -- | -- | -- | (75) | (75) |
| Loss on disposition of laboratory | -- | -- | -- | 333 | 333 |
| Gain on sale of assets | -- | 826 | -- | -- | 826 |
| Segment operating profit (loss) before allocations | 1,384 | 1,072 | 108 | -- | 2,564 |
| Segment operating profit (loss) after allocations | 832 | 737 | (45) | (207) | 1,317 |
| Segment assets(1) | | | | | |
| Accounts receivable, net | \$26,807 | \$7,808 | \$ -- | \$ -- | \$34,615 |

</TABLE>

(1) The Company reviews its consolidated balance sheet and reviews only accounts receivable on a segment basis.

<TABLE>

<CAPTION>

| | | | |
|---|--|----------|----------|
| Three months ended March 31, | | 1998 | 1997 |
| <S> | | <C> | <C> |
| Revenues | | | |
| Total external revenues for reportable segments | | \$28,779 | \$31,357 |
| Intersegment revenues for reportable segments | | 721 | 1,645 |
| Other revenues | | -- | 6 |
| Elimination of intersegment revenues | | (721) | (1,645) |
| Total gross consolidated revenues | | 28,779 | 31,363 |
| Less outside services | | 2,957 | 3,782 |
| Total net revenue | | \$25,822 | \$27,581 |
| Profit or Loss | | | |
| Total operating profit for reportable segments before allocations | | \$1,602 | \$2,564 |
| Overhead allocations expense | | (1,450) | (1,040) |
| Unallocated overhead | | (9) | (207) |
| Total operating profit after allocations | | 143 | 1,317 |
| Interest income | | 168 | 94 |
| Interest expense | | (293) | (331) |
| Equity earnings | | 15 | 18 |
| Minority interest | | 22 | (35) |

| | \$ 55 | \$1,063 |
|---|----------|----------|
| Income before income taxes | | |
| ----- | | |
| March 31, | 1998 | 1997 |
| ----- | | |
| Assets | | |
| Accounts receivable for reportable segments | \$31,467 | \$34,615 |
| Other current assets | 19,644 | 14,116 |
| Net property and equipment at cost | 15,521 | 14,552 |
| Goodwill, net of amortization | 13,778 | 13,501 |
| Other assets | 9,444 | 12,629 |
| | ----- | ----- |
| Total consolidated assets | \$89,854 | \$89,413 |
| ----- | | |
| ----- | | |

</TABLE>

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

EMCON

Date: July 22, 1998

By: /o/ R. Michael Momboisse

R. Michael Momboisse
Chief Financial Officer and Vice
President - Legal