

SECURITIES AND EXCHANGE COMMISSION

FORM 10-Q

Quarterly report pursuant to sections 13 or 15(d)

Filing Date: **1995-05-10** | Period of Report: **1995-03-31**
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LIBERTY EQUIPMENT INVESTORS 1983

CIK: **717233** | IRS No.: **133163119** | State of Incorpor.: **NY** | Fiscal Year End: **1231**
Type: **10-Q** | Act: **34** | File No.: **000-11458** | Film No.: **95536372**
SIC: **7359** Equipment rental & leasing, nec

Mailing Address	Business Address
<i>WORLD FINANCIAL CENTER</i>	<i>WORLD FIANCIAL CENTER</i>
<i>SOUTH TOWER</i>	<i>SOUTH TOWER</i>
<i>WORLD FINANCIAL CENTER</i>	<i>NEW YORK NY 10080-6114</i>
<i>SOUTH TOWER</i>	<i>2122366472</i>
<i>NEW YORK NY 10080-6114</i>	

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 March 31, 1995

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 0-11458

LIBERTY EQUIPMENT INVESTORS - 1983
(Exact name of Registrant as specified in its charter)

New York
(State or other jurisdiction of
incorporation or organization)

13-3163119
(I.R.S. Employer
Identification No.)

World Financial Center - South Tower, N.Y., N.Y.
(Address of principal executive offices)

10080-6114
(Zip Code)

Registrant's telephone number, including area code:(212) 236-6472

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 filing
requirements for the past 90 days. Yes X No

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements

Liberty Equipment Investors-1983

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Balance Sheets as of March 31, 1995 (Unaudited) and
December 30, 1994 (Unaudited)

Statements of Operations for the Thirteen Week
Periods Ended March 31, 1995 (Unaudited) and April 1,
1994 (Unaudited)

Statements of Cash Flows for the Thirteen Week

Periods Ended March 31, 1995 (Unaudited) and April 1, 1994 (Unaudited)

Notes to Financial Statements for the Thirteen Week Period Ended March 31, 1995 (Unaudited)

LIBERTY EQUIPMENT INVESTORS-1983
BALANCE SHEETS
AS OF MARCH 31, 1995 (UNAUDITED)
AND DECEMBER 30, 1994 (UNAUDITED)

<TABLE>
<CAPTION>

	NOTES	March 31, 1995	December 30, 1994
<S>	<C>	<C>	<C>
ASSETS:			
Cash and cash equivalents		\$ 1,313,946	\$ 1,434,993
Property under management contract and held for lease (less accumulated depreciation of \$4,338,048 at March 31, 1995 and \$4,464,357 at December 30, 1994)	3	181,421	236,925
Investment in partnership - TDEC		3,290,195	3,290,195
Accounts receivable (net of allowance for doubtful accounts of \$350,000 in 1995 and 1994) and other assets		153,026	151,687
TOTAL ASSETS		\$ 4,938,588	\$ 5,113,800
LIABILITIES AND PARTNERS' CAPITAL:			
Liabilities:			
Note payable - TDEC		\$ 3,419,078	\$ 3,419,078
Accounts payable to affiliate and accrued liabilities		316,635	278,934
Total Liabilities		3,735,713	3,698,012
PARTNERS' CAPITAL:	1		
General Partner:			
Capital contributions, net of offering expenses and return of capital		289,341	290,771
Cash distributions		(116,310)	(115,316)
Cumulative loss		(161,001)	(161,296)
		12,030	14,159

</TABLE>

(Continued on the following page)

LIBERTY EQUIPMENT INVESTORS-1983
BALANCE SHEETS
AS OF MARCH 31, 1995 (UNAUDITED) AND
DECEMBER 30, 1994 (UNAUDITED)
(Continued)

<TABLE>
<CAPTION>

	NOTES	March 31, 1995	December 30, 1994
<S>	<C>	<C>	<C>
Limited Partners:			
Capital contributions, net of offering expenses and return of capital			

(40,000.2 Units of Limited Partnership Interest)	28,644,491	28,786,131
Cash distributions	(11,514,449)	(11,416,087)
Cumulative loss	(15,939,197)	(15,968,415)
	1,190,845	1,401,629
Total Partners' Capital	1,202,875	1,415,788
TOTAL LIABILITIES AND PARTNERS' CAPITAL	\$ 4,938,588	\$ 5,113,800

</TABLE>

See Notes to Financial Statements (Unaudited).

LIBERTY EQUIPMENT INVESTORS-1983
STATEMENTS OF OPERATIONS FOR THE THIRTEEN WEEK
PERIODS ENDED MARCH 31, 1995 (UNAUDITED)
AND APRIL 1, 1994 (UNAUDITED)

<TABLE>

<CAPTION>

	March 31, 1995	April 1, 1994
<S>	<C>	<C>
REVENUES:		
Rental and other operating income	\$ 59,009	\$ 79,764
Interest income	19,796	20,569
(Loss) gain on disposals of leased assets	(1,828)	5,672
Total Revenues	76,977	106,005
EXPENSES:		
Depreciation and amortization	5,873	15,767
Property operating expenses	-	19,335
Other operating expenses	41,591	70,760
Total Expenses	47,464	105,862
Net Income	\$ 29,513	\$ 143
Net Income allocated to General Partner	\$ 295	\$ 1
Net Income allocated to Limited Partners	\$ 29,218	\$ 142
Income Per Unit of Limited Partnership Interest (40,000.2 Units of Limited Partnership Interest)	\$ 0.73	\$ 0.00

</TABLE>

See Notes to Financial Statements (Unaudited).

LIBERTY EQUIPMENT INVESTORS-1983
STATEMENTS OF CASH FLOWS FOR THE
THIRTEEN WEEK PERIODS ENDED MARCH 31, 1995 (UNAUDITED)
AND APRIL 1, 1994 (UNAUDITED)

<TABLE>

<CAPTION>

March 31, 1995	April 1, 1994
-------------------	------------------

<u><S></u>	<u><C></u>	<u><C></u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		
Cash flows from operating activities:		
Net income	\$ 29,513	\$ 143
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	5,873	15,767
Loss (Gain) on disposals of leased assets	1,828	(5,672)
Increase/Decrease in:		
Accounts payable to affiliates and accrued liabilities	37,701	5,625
Accounts receivable and other assets	(1,339)	(14,247)
Net cash provided by operating activities	73,576	1,616
Cash flows from investing activities:		
Proceeds from disposal of equipment	47,803	142,400
Net cash provided by investing activities	47,803	142,400

</TABLE>

(Continued on the following page)

LIBERTY EQUIPMENT INVESTORS-1983
STATEMENTS OF CASH FLOWS FOR THE
THIRTEEN WEEK PERIODS ENDED MARCH 31, 1995 (UNAUDITED)
AND APRIL 1, 1994 (UNAUDITED)
(Continued)

<u><TABLE></u>	<u><CAPTION></u>	
<u><S></u>	<u><C></u>	<u><C></u>
	March 31, 1995	April 1, 1994
Cash flows from financing activities:		
Cash distributed to:		
Limited partners	(98,362)	(473,222)
General partner	(994)	(4,780)
Capital returned to:		
Limited partners	(141,640)	(1,126,786)
General partner	(1,430)	(11,383)
Net cash used by financing activities	(242,426)	(1,616,171)
Net decrease in cash and cash equivalents	(121,047)	(1,472,155)
Cash and Cash Equivalents - Beginning of year	1,434,993	2,977,607
Cash and Cash Equivalents - End of period	\$ 1,313,946	\$ 1,505,452

</TABLE>

See Notes to Financial Statements (Unaudited).

LIBERTY EQUIPMENT INVESTORS-1983
NOTES TO FINANCIAL STATEMENTS FOR THE
THIRTEEN WEEK PERIOD ENDED MARCH 31, 1995
(UNAUDITED)

NOTE 1. Organization

Liberty Equipment Investors - 1983 (the "Partnership") was formed and the Certificate of Limited Partnership was filed under the Uniform Limited Partnership Act of the State of New York on March 30, 1983. The Partnership subsequently elected to be governed by the New York Revised Limited Partnership Act.

Under the terms of the Agreement of Limited Partnership (the "Partnership Agreement"), on October 25, 1983, Maiden Lane Partners Inc., the general partner ("MLPI" or the "General Partner"), admitted additional limited partners to the Partnership with capital contributions amounting to \$40,000,000. Prior to that date, the only capital transactions were contributions of \$5,000 by MLPI and \$200 by the initial limited partners. As provided in the Partnership Agreement, MLPI made an additional cash contribution of \$399,045, which, together with its previous cash contribution, represented 1% of the total Partnership capital contributions.

The purpose of the Partnership is to operate and lease equipment and direct and indirect interests therein.

Pursuant to the terms of the Partnership Agreement, the General Partner is liable for all general obligations of the Partnership to the extent not paid by the Partnership. The limited partners are not liable for the obligations of the Partnership beyond the amount of their contributed capital.

In the opinion of the General Partner, the financial statements include all adjustments necessary to reflect fairly the results of the interim periods presented. All adjustments are of a normal recurring nature.

NOTE 2. Additional Information

Additional information, including the audited year end 1994 Financial Statements and the Summary of Significant Accounting Policies, is included in the Partnership's Annual Report on Form 10-K for the year ended December 30, 1994 on file with the Securities and Exchange Commission.

NOTE 3. Property

In the first quarter of 1995 the Partnership sold one of its intercity buses and received \$50,503, net of costs incurred to prepare the bus for sale. Subsequent to the first quarter, the Partnership paid to the bus manager a commission of \$2,700 for this bus sale. Subsequent to the end of the first quarter, the Partnership sold its remaining four buses for an aggregate amount of \$188,800, net of sales commissions.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Liquidity and Capital Resources

At March 31, 1995, Registrant had \$1,313,946 in cash and cash equivalents which included \$1,255,964 invested in commercial paper. The balance is maintained in a demand deposit cash

account. Included in these funds are reserves for working capital, operating requirements and cash distributions to the Partners. Approximately \$242,000 will be distributed to Partners in the second quarter of 1995.

Registrant generated positive cash flow in the first quarter of 1995 from the sale of one bus and from its medical imaging facility investment. These generated funds were utilized to provide for distributions to Partners.

Since the end of the second quarter of 1994, all of Registrant's remaining buses had been off-lease and held for sale. During the first quarter of 1995, Registrant sold one bus and, subsequent to the end of the first quarter 1995, Registrant sold its remaining four buses.

The occupancy lease for Registrant's medical facility currently terminates on August 31, 1995 unless renewed. Termination of the lease would terminate the joint venture agreement. Registrant has notified its venture partners that it does not intend to renew the lease.

As of March 31, 1995, Registrant's remaining investments included four buses discussed above, its investment in the Seattle-based First Hill medical imaging facility and its TDEC investment (which is considered to have relatively small, if any, value over its associated debt).

During 1995, Registrant will focus on opportunistically realizing value for its investment in the medical imaging facility, including selling or otherwise disposing of its interest in TDEC. Registrant seeks to complete all such sales or dispositions in an orderly manner with estimated dissolution of Registrant occurring, depending upon a number of presently unknown circumstances, in 1995.

It is currently estimated that Registrant's 1995 cash flow to be realized from operating its remaining assets, together with asset sales proceeds and working capital reserves, will provide Registrant with adequate funds to satisfy all of its obligations and provide for additional distributions to Partners.

Asset Impairment and Estimated Useful Life of Assets

Registrant assesses the impairment of assets on a quarterly basis or immediately upon the occurrence of a significant event in the marketplace or an event that directly impacts its assets or related contracts. The methodology varies depending on the type of asset but typically consists of comparing the net carrying value of the asset to either: 1) the undiscounted expected future cash flows generated by the asset plus estimated salvage value, if any, less estimated selling commissions at the end of the cash flow stream (usually corresponding to the end of the current lease term of the asset), and/or 2) the current market values obtained from industry sources. The market values used are conservative wholesale values.

If the net carrying value of a particular asset is materially higher than the estimated net realizable value, Registrant will write down the net carrying value of the asset accordingly; however, Registrant does not write its assets down to a value below the asset-related non-recourse debt. Registrant relies on industry sources and its experience in the particular marketplace to determine whether an asset impairment is other than temporary.

Each year, Registrant compares the estimated useful life of its assets to similar assets owned by others in the particular industry and assesses useful life in light of changing technology in the particular industry. Registrant also assesses the estimated useful life of its equipment immediately upon the

occurrence of a significant event in the marketplace or an event that directly impacts its assets or related contracts.

Results of Operations

Overall Results

Registrant's net income for the thirteen week period ended March 31, 1995 was higher than net income for the same period in 1994 due to lower total expenses partially offset by lower total revenues in the 1995 first quarter.

Total revenues decreased in the first quarter of 1995 when compared to the same period in 1994 primarily due to no bus revenue in the 1995 thirteen week period compared to approximately \$30,000 in the same period of 1994 reflecting the fact that Registrant's remaining buses were off-lease in the 1995 first quarter. This decrease was partially offset by slightly higher revenues from Registrant's medical imaging facility, which generated revenues to Registrant of approximately \$59,000 and \$50,000 in the 1995 and 1994 thirteen week periods, respectively. The increase in revenues to Registrant reflects higher cash collections experienced by the facility.

Total expenses decreased in 1995 compared to 1994 reflecting lower depreciation and amortization expense as a result of the sales of buses in the intervening period, and no operating expenses in 1995 due to sales of buses and the fact that all remaining buses were off-lease during the first quarter of 1995.

Results By Segment

Equipment Leasing:

Registrant's equipment leasing segment generated no operating revenues in the 1995 first quarter compared to approximately \$30,000 in the 1994 first quarter. This decrease was due to the fact that Registrant's remaining buses were off-lease in the 1995 first quarter.

Registrant's equipment leasing segment incurred no property operating expenses in the 1995 first quarter compared to approximately \$19,000 in the 1994 first quarter due to the fact that all of Registrant's remaining buses were off-lease in the 1995 first quarter. Additionally, depreciation and amortization expense was approximately \$6,000 in 1995 compared to approximately \$15,000 in 1994. These decreases are due primarily to the sales of buses in the intervening period.

Medical Imaging:

Registrant's medical imaging segment, which consists of one diagnostic imaging facility, generated revenues to Registrant of approximately \$59,000 in the 1995 first quarter compared to approximately \$50,000 in the 1994 first quarter. The increase in revenues reflects higher cash collections experienced by the facility.

Inflation

The low levels of inflation during 1995 and 1994 had no significant effect on Registrant's operations.

PART II - OTHER INFORMATION

Item 4. Submission of Matters to a Vote of Security Holders

None

Item 5. Other Information

None

Item 6. Exhibits and Reports on Form 8-K

A). Exhibits:

Exhibit #	Description	Page Number
27.	Financial Data Schedule	

B). Reports on Form 8-K

None

SIGNATURES

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

LIBERTY EQUIPMENT INVESTORS-1983

By: Maiden Lane Partners Inc.
General Partner

Dated: May 10, 1995

/s/ Robert F. Aufenanger
Robert F. Aufenanger
Director and President
Chief Executive Officer

Dated: May 10, 1995

/s/ David G. Cohen
David G. Cohen
Treasurer
Chief Accounting Officer
and Chief Financial Officer

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<LEGEND> This schedule contains summary financial information extracted from the first quarter of 1995 Form 10Q Balance Sheets and Statements of Operations and is qualified in its entirety by reference to such financial statements.

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