

Texas Roadhouse, Inc.  
Form 10-Q  
August 08, 2014  
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**UNITED STATES**  
**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 July 1, 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 000-50972**

**Texas Roadhouse, Inc.**

(Exact name of registrant specified in its charter)

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**Delaware**  
(State or other jurisdiction of  
incorporation or organization)

**20-1083890**  
(IRS Employer  
Identification Number)

**6040 Dutchmans Lane, Suite 200**

**Louisville, Kentucky 40205**

(Address of principal executive offices) (Zip Code)

**(502) 426-9984**

(Registrant's telephone number, including area code)

Indicate by check mark whether 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 Regulations 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 the 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  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 .

The number of shares of common stock outstanding were 69,517,901 on July 30, 2014.

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Table of Contents**PART I FINANCIAL INFORMATION****ITEM 1 FINANCIAL STATEMENTS****Texas Roadhouse, Inc. and Subsidiaries****Condensed Consolidated Balance Sheets****(in thousands, except share and per share data)****(unaudited)**

	<b>July 1, 2014</b>	<b>(As Adjusted) December 31, 2013</b>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 77,461	\$ 94,874
Receivables, net of allowance for doubtful accounts of \$9 at July 1, 2014 and \$4 at December 31, 2013	17,170	25,391
Inventories, net	11,760	11,954
Prepaid income taxes		421
Prepaid expenses	8,614	10,250
Deferred tax assets	3,678	2,853
Total current assets	118,683	145,743
Property and equipment, net of accumulated depreciation of \$326,489 at July 1, 2014 and \$304,536 at December 31, 2013	612,528	586,212
Goodwill	117,197	117,197
Intangible assets, net	6,989	7,876
Other assets	21,157	20,616
Total assets	\$ 876,554	\$ 877,644
<b>Liabilities and Stockholders Equity</b>		
Current liabilities:		
Current maturities of long-term debt	\$ 113	\$ 243
Accounts payable	40,967	38,404
Deferred revenue gift cards	36,375	62,723
Accrued wages	31,074	28,994
Income taxes payable	6,161	
Accrued taxes and licenses	16,100	17,434
Dividends payable	10,450	
Other accrued liabilities	29,243	27,382
Total current liabilities	170,483	175,180
Long-term debt, excluding current maturities	50,760	50,990
Stock option and other deposits	5,849	5,311
Deferred rent	25,315	23,742
Deferred tax liabilities	3,857	5,774
Fair value of derivative financial instruments	2,082	2,696
Other liabilities	20,166	20,091

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Total liabilities	278,512	283,784
Texas Roadhouse, Inc. and subsidiaries stockholders' equity:		
Preferred stock (\$0.001 par value, 1,000,000 shares authorized; no shares issued or outstanding)		
Common stock (\$0.001 par value, 100,000,000 shares authorized, 69,613,056 and 70,352,257 shares issued and outstanding at July 1, 2014 and December 31, 2013, respectively)		
	70	70
Additional paid-in-capital	189,603	215,051
Retained earnings	402,813	374,190
Accumulated other comprehensive loss	(1,276)	(1,652)
Total Texas Roadhouse, Inc. and subsidiaries stockholders' equity	591,210	587,659
Noncontrolling interests	6,832	6,201
Total equity	598,042	593,860
Total liabilities and equity	\$ 876,554	\$ 877,644

See accompanying notes to condensed consolidated financial statements.

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**Texas Roadhouse, Inc. and Subsidiaries**

**Condensed Consolidated Statements of Income and Comprehensive Income**

(tabular amounts in thousands, except per share data)

(unaudited)

	13 Weeks Ended		26 Weeks Ended	
	July 1, 2014	June 25, 2013	July 1, 2014	June 25, 2013
<b>Revenue:</b>				
Restaurant sales	\$ 391,819	\$ 348,929	\$ 785,775	\$ 705,493
Franchise royalties and fees	3,544	3,190	6,730	6,302
<b>Total revenue</b>	<b>395,363</b>	<b>352,119</b>	<b>792,505</b>	<b>711,795</b>
<b>Costs and expenses:</b>				
Restaurant operating costs (excluding depreciation and amortization shown separately below):				
Cost of sales	137,082			