

SUTRON CORP
Form 10-Q
May 14, 2009

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 March 31, 2009
Commission file number: 0-12227

SUTRON CORPORATION

(Name of small business issuer as specified in its charter)

VIRGINIA
(State or other jurisdiction of
incorporation or organization)

54-1006352
(I.R.S. Employer Identification
Number)

21300 Ridgetop Circle, Sterling, Virginia 20166

(Address of principal executive offices)

703-406-2800

(Issuer's telephone number)

Securities registered under Section 12(g) of the Act: Common Stock, \$.01 par value

Check whether the issuer: (1) filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the past 12 months (or for such shorter period that the issuer 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 (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

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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	<input type="radio"/>	Accelerated filer	<input type="radio"/>
Non-accelerated filer	<input type="radio"/>	Smaller reporting company	<input checked="" type="radio"/>

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).
Yes No

There were 4,570,632 outstanding shares of the issuer’s only class of common equity, Common Stock, \$0.01 par value, on May 13, 2009.

SUTRON CORPORATION

FORM 10-Q QUARTERLY REPORT
FOR THE QUARTER ENDED MARCH 31, 2009

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

SUTRON CORPORATION
CONSOLIDATED BALANCE SHEETS

	(Unaudited) March 31, 2009	(Audited) December 31, 2008
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 3,703,079	\$ 3,705,475
Restricted cash and cash equivalents	930,048	784,920
Accounts receivable, net	3,492,664	3,872,527
Inventory	3,826,779	4,053,788
Prepaid items and other assets	197,492	302,633
Income taxes receivable	988,541	983,875
Deferred income taxes	321,000	308,000
Total Current Assets	13,459,603	14,011,218
Property and Equipment, Net	442,118	372,745
Other Assets		
Goodwill	570,150	570,150
Other Assets	159,277	95,057
Total Assets	\$ 14,631,148	\$ 15,049,170
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable	\$ 735,755	\$ 1,200,721
Accrued payroll	204,039	129,142
Other accrued expenses	656,205	794,307
Notes payable – current	—	2,765
Billings in excess of costs and estimated earnings	111,335	139,117
Total Current Liabilities	1,707,334	2,266,052
Long-Term Liabilities		
Deferred income taxes	59,000	59,000
Total Long-term Liabilities	59,000	59,000
Total Liabilities	1,766,334	2,325,052
Stockholders' Equity		
Common stock	45,707	45,707
Additional paid-in capital	2,827,685	2,778,775
Retained earnings	10,115,763	10,009,105
Accumulated other comprehensive loss	(124,341)	(109,469)
Total Stockholders' Equity	12,864,814	12,724,118
Total Liabilities and Stockholders' Equity	\$ 14,631,148	\$ 15,049,170

See accompanying notes.

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SUTRON CORPORTION
 CONSOLIDATED STATEMENTS OF OPERATIONS
 (Unaudited)

	Three Months Ended March 31,	
	2009	2008
Net sales and revenues	\$ 3,575,031	\$ 3,819,048
Cost of sales and revenues	2,188,742	2,324,396
Gross profit	1,386,289	1,494,652
Operating expenses:		
Selling, general and administrative expenses	1,010,035	881,301
Research and development expenses	359,089	290,755
Total operating expenses		