

NATIONAL HEALTHCARE CORP
Form 10-Q
August 03, 2017

**UNITED
STATES
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 June
30, 2017

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
001-13489

(Exact name of
registrant as

specified in its
Charter)

~~012057472~~
012057472

(State

or

~~U.S.~~ Employer
jurisdiction

of

incorporation

(Identification No.)

organization

100 E. Vine Street
Murfreesboro, TN

37130

(Address of

principal

executive offices)

(Zip Code)

(615) 890-2020

Registrant's

telephone number,

including area

code

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

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 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, smaller reporting company, or an emerging growth company. See the definitions of “large accelerated filer,” “accelerated filer,” “smaller reporting company,” and “emerging growth company” in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer (Do not check if a smaller reporting company) Smaller reporting company

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the

registrant is
a shell
company
(as is
defined in
Rule 12b-2
of the
Exchange
Act). Yes [
] No [x]

15,195,030 shares
of common
stock of the
registrant
were
outstanding
as
of August 1,
2017.

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PART I. FINANCIAL INFORMATION**Item 1. Financial Statements.****NATIONAL HEALTHCARE CORPORATION****Interim Condensed Consolidated Statements of Income***(in thousands, except share and per share amounts)**(unaudited)*

	Three Months Ended		Six Months Ended	
	June 30		June 30	
	2017	2016	2017	2016
Revenues:				
Net patient revenues	\$227,847	\$216,487	\$455,806	\$434,593
Other revenues	11,610	11,281	22,894	22,763
Net operating revenues	239,457	227,768	478,700	457,356
Cost and Expenses:				
Salaries, wages and benefits	142,684	135,068	280,739	265,088
Other operating	62,856	57,306	126,739	118,615
Facility rent	10,079	10,319	20,167	20,646
Depreciation and amortization	10,481	9,495	20,776	18,849
Interest	1,219	939	2,277	1,893
Total costs and expenses	227,319	213,127	450,698	425,091
Income Before Non-Operating Income	12,138	14,641	28,002	32,265
Non-Operating Income	5,189	4,925	9,957	9,698
Income Before Income Taxes	17,327	19,566	37,959	41,963
Income Tax Provision	(6,758)	(7,700)	(14,757)	(16,398)
Net Income	10,569	11,866	23,202	25,565
Loss Attributable To Noncontrolling Interest	86	-	181	-
Net Income Attributable to National HealthCare Corporation	\$ 10,655	\$ 11,866	\$ 23,383	\$ 25,565

Earnings Per Share Attributable to National HealthCare Corporation Stockholders:

Basic	\$0.70	\$0.78	\$1.54	\$1.69
Diluted	\$0.70	\$0.78	\$1.54	\$1.68

Weighted Average Common Shares Outstanding:

Basic	15,189,818	15,266,559	15,181,700	15,091,732
Diluted	15,220,448	15,289,104	15,216,336	15,212,275

Dividends Declared Per Common Share	\$0.48	\$0.45	\$0.93	\$0.85
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The accompanying notes to interim condensed consolidated financial statements are an integral part of these consolidated statements.

NATIONAL HEALTHCARE CORPORATION**Interim Condensed Consolidated Statements of Comprehensive Income***(unaudited – in thousands)*

	Three Months Ended		Six Months Ended	
	June 30		June 30	
	2017	2016	2017	2016
Net Income	\$10,569	\$11,866	\$23,202	\$25,565
Other Comprehensive Income:				
Unrealized gains on investments in marketable securities	13,297	18,123	12,356	30,627
Reclassification adjustment for realized gains on sale of securities	(204)	(261)	(238)	(540)
Income tax expense related to items of other comprehensive income	(5,054)	(6,887)	(4,646)	(11,554)
Other Comprehensive Income, net of tax	8,039	10,975	7,472	&