

SKYWEST INC
Form 10-Q
May 09, 2008

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 10-Q

x

**QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended March 31, 2008

OR

o

**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 0-14719

SKYWEST, INC.

Incorporated under the laws of Utah

87-0292166
(I.R.S. Employer ID No.)

444 South River Road

St. George, Utah 84790

(435) 634-3000

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Indicate by a 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 is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See 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
(Do not check if a smaller reporting company)

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

Indicate the number of shares outstanding of each of the registrant's classes of common stock, as of the latest practicable date.

| Class | Outstanding at May 2, 2008 |
|----------------------------|----------------------------|
| Common stock, no par value | 58,352,253 |

SKYWEST, INC.

QUARTERLY REPORT ON FORM 10-Q

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

SKYWEST, INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

(Dollars in Thousands)

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ASSETS

| | March 31, 2008 (unaudited) | December 31, 2007 |
|------------------------------------------------|----------------------------------|----------------------|
| CURRENT ASSETS: | | |
| Cash and cash equivalents | \$ 240,126 | \$ 122,802 |
| Marketable securities | 362,699 | 522,925 |
| Restricted cash | 14,782 | 14,705 |
| Income tax receivable | 8,206 | 23,114 |
| Receivables, net | 64,098 | 81,216 |
| Inventories | 108,413 | 105,738 |
| Prepaid aircraft rents | 253,986 | 223,891 |
| Deferred tax assets | 74,372 | 70,523 |
| Other current assets | 29,539 | 45,225 |
| Total current assets | 1,156,221 | 1,210,139 |
| PROPERTY AND EQUIPMENT: | | |
| Aircraft and rotatable spares | 3,193,113 | 3,146,602 |
| Deposits on aircraft | 23,622 | 23,848 |
| Buildings and ground equipment | 231,815 | 215,466 |
| | 3,448,550 | 3,385,916 |
| Less-accumulated depreciation and amortization | (736,511) | (685,327) |
| Total property and equipment, net | 2,712,039 | 2,700,589 |
| OTHER ASSETS | | |
| Intangible assets, net | 27,935 | 28,498 |
| Other assets | 80,788 | 51,299 |
| Total other assets | 108,723 | 79,797 |
| Total assets | \$ 3,976,983 | \$ 3,990,525 |

See accompanying notes to condensed consolidated financial statements.

SKYWEST, INC. AND SUBSIDIARIES

LIABILITIES AND STOCKHOLDERS EQUITY

| | March 31, 2008 (unaudited) | December 31, 2007 |
|--------------------------------------|-------------------------------------------|------------------------------|
| CURRENT LIABILITIES: | | |
| Current maturities of long-term debt | \$ 119,162 | \$ 118,202 |
| Accounts payable | 164,044 | 133,728 |
| Accrued salaries, wages and benefits | 62,968 | 67,242 |
| Accrued aircraft rents | 14,203 | 26,516 |
| Taxes other than income taxes | | |