

COMMAND SECURITY CORP
Form 10-Q
November 14, 2008

**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 September 30, 2008

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 0-18684

COMMAND SECURITY CORPORATION
(Exact name of registrant as specified in its charter)

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

14-1626307
(I.R.S. Employer Identification No.)

**Lexington Park
LaGrangeville, New York**
(Address of principal executive offices)

12540
(Zip Code)

(845) 454-3703
(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 is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definition of "accelerated filer," "large accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company

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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 outstanding shares of the registrant's common stock as of November 6, 2008 was 10,757,216.

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PART I. FINANCIAL INFORMATION**Item 1. Financial Statements****COMMAND SECURITY CORPORATION****CONDENSED CONSOLIDATED STATEMENTS OF INCOME**
(Unaudited)

	Three Months Ended		Six Months Ended	
	September 30	September 30	September 30	September 30
	2008	2007	2008	2007
Revenues	\$ 33,706,141	\$ 30,613,782	\$ 65,655,097	\$ 58,697,670
Cost of revenues	28,649,796	26,224,509	55,993,753	50,730,760
Gross profit	5,056,345	4,389,273	9,661,344	7,966,910
Operating expenses				
General and administrative	3,784,266	3,474,701	7,265,004	6,564,657
Provision (recoveries) for doubtful accounts, net	71,131	75,000	152,665	(218,760)
Operating income	1,200,948	839,572	2,243,675	1,621,013
Interest income	8,146	17,564	15,793	47,842
Interest expense	(129,830)	(201,806)	(256,881)	(430,067)
Gain on sale of available for-sale securities	--	--	--	50,007
Equipment dispositions	2,200	488	8,812	888
Income before income taxes	1,081,464	655,818	2,011,399	1,289,683
Provision for income taxes	475,000	100,000	855,000	275,000
Net income	\$ 606,464	\$ 555,818	\$ 1,156,399	\$ 1,014,683
Net income per common share				
Basic	\$.06	\$.05	\$.11	\$.09
Diluted	\$.05	\$.05	\$.10	\$.09
Weighted average number of common shares outstanding				
Basic	10,757,216	10,714,679	10,757,216	10,714,679
Diluted	11,401,752	11,273,788	11,410,941	11,287,682

See accompanying notes to condensed consolidated financial statements

COMMAND SECURITY