

WATER PIK TECHNOLOGIES INC  
Form 10-Q  
February 08, 2006

**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 December 31, 2005

**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 1-15297

**WATER PIK TECHNOLOGIES, INC.**

(Exact name of registrant as specified in its charter)

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

**25-1843384**  
(IRS Employer  
Identification No.)

**23 Corporate Plaza, Suite 246  
Newport Beach, CA 92660**  
(Address of principal executive offices, including zip code)

Registrant's telephone number, including area code: **(949) 719-3700**

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 or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act. (Check one):

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Large accelerated filer  Accelerated filer  Non-accelerated filer

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 on February 6, 2006 was 12,315,184 shares.

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WATER PIK TECHNOLOGIES, INC.

INDEX

Part I Financial Information

<u>Item 1.</u>	<u>Financial Statements</u>	
	<u>Consolidated Balance Sheets December 31, 2005 (unaudited) and September 30, 2005</u>	<u>3</u>
	<u>Consolidated Statements of Operations - Three months ended December 31, 2005 and 2004 (unaudited)</u>	<u>4</u>
	<u>Consolidated Statements of Cash Flows Three months ended December 31, 2005 and 2004 (unaudited)</u>	<u>5</u>
	<u>Notes to Consolidated Financial Statements (unaudited)</u>	<u>6</u>
<u>Item 2.</u>	<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	<u>15</u>
<u>Item 3.</u>	<u>Quantitative and Qualitative Disclosures About Market Risk</u>	<u>22</u>
<u>Item 4.</u>	<u>Controls and Procedures</u>	<u>22</u>

Part II Other Information

<u>Item 1A.</u>	<u>Risk Factors</u>	<u>23</u>
<u>Item 6.</u>	<u>Exhibits</u>	<u>23</u>
<u>Signatures</u>		<u>24</u>

## PART I FINANCIAL INFORMATION

## ITEM 1 FINANCIAL STATEMENTS

## Water Pik Technologies, Inc.

## Consolidated Balance Sheets

(In thousands, except for share and per share amounts)

	December 31, 2005 (Unaudited)	September 30, 2005
<b>Assets</b>		
Current assets:		
Cash	\$ 12,744	\$ 40,591
Accounts receivable, less allowances of \$1,332 at December 31, 2005 and \$1,697 at September 30, 2005	80,156	59,253
Inventories	37,538	36,753
Deferred income taxes	6,963	7,151
Prepaid expenses and other current assets	3,988	2,886
<b>Total current assets</b>	<b>141,389</b>	<b>146,634</b>
Property, plant and equipment, net	34,434	35,366
Goodwill, net	29,289	29,205
Deferred income taxes	456	26
Other assets	5,775	5,058
<b>Total assets</b>	<b>\$ 211,343</b>	<b>\$ 216,289</b>
<b>Liabilities and stockholders equity</b>		
Current liabilities:		
Accounts payable	\$ 19,870	\$ 27,636
Accrued income taxes	3,082	1,636
Accrued liabilities	28,930	33,898
Current portion of long-term debt	15	15
<b>Total current liabilities</b>	<b>51,897</b>	<b>63,185</b>
Long-term debt, less current portion	17	37
Other accrued liabilities	6,588	5,866
Commitments and contingencies		
Stockholders equity:		
Preferred stock, \$0.01 par value: 5,000,000 shares authorized; none issued		
Common stock, \$0.01 par value: 50,000,000 shares authorized; 12,285,974 and 12,225,974 shares issued and outstanding at December 31, 2005 and September 30, 2005, respectively	128	128
Additional paid-in capital	85,613	85,328
Equity adjustments due to stock plans	180	(13)
Treasury stock at cost, 708,738 shares at December 31, 2005 and September 30, 2005	(7,380)	(7,380)
Retained earnings	69,657	64,845

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Accumulated comprehensive income	4,643	4,293
<b>Total stockholders equity</b>	152,841	147,201
<b>Total liabilities and stockholders equity</b>	\$ 211,343	\$ 216,289

*See accompanying notes*

**Water Pik Technologies, Inc.**

**Consolidated Statements of Operations**

(In thousands, except for share and per share amounts)

(Unaudited)

	<b>Three Months Ended December 31,</b>	
	<b>2005</b>	<b>2004</b>
<b>Sales</b>	\$ 79,680	\$ 77,624
Cost and expenses:		
Cost of sales	55,816	53,018
Selling expenses	8,876	9,530
General and administrative expenses	5,937	5,776
Research and development expenses	1,408	1,202
	72,037	69,526
Operating income	7,643	8,098
Interest expense	61	365
Other income	(241)	(208)
Income from continuing operations before income taxes		