

GENESIS ENERGY LP
Form 10-Q
August 03, 2016
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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 June 30, 2016

OR

☐ TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(D) OF THE SECURITIES EXCHANGE ACT OF 1934

Commission file number 1-12295

GENESIS ENERGY, L.P.
(Exact name of registrant as specified in its charter)

Delaware 76-0513049
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification No.)

919 Milam, Suite 2100, 77002
Houston, TX
(Address of principal executive offices) (Zip code)
Registrant's telephone number, including area code: (713)
860-2500

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 during the preceding 12 months (or such shorter 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, 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.

Large accelerated filer Accelerated filer Non-accelerated filer 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 issuer's classes of common stock, as of the latest practicable date. There were 117,939,221 Class A Common Units and 39,997 Class B Common Units outstanding as of August 3, 2016.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

GENESIS ENERGY, L.P.

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS

(In thousands, except units)

	June 30, 2016	December 31, 2015
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$8,550	\$ 10,895
Accounts receivable - trade, net	249,133	219,532
Inventories	78,738	43,775
Other	36,105	32,114
Total current assets	372,526	306,316
FIXED ASSETS, at cost	4,589,038	4,310,226
Less: Accumulated depreciation	(463,244)	(378,247)
Net fixed assets	4,125,794	3,931,979
NET INVESTMENT IN DIRECT FINANCING LEASES, net of unearned income	136,378	139,728
EQUITY INVESTEEES	427,558	474,392
INTANGIBLE ASSETS, net of amortization	216,274	223,446
GOODWILL	325,046	325,046
OTHER ASSETS, net of amortization	62,235	58,692
TOTAL ASSETS	\$5,665,811	\$ 5,459,599
LIABILITIES AND PARTNERS' CAPITAL		
CURRENT LIABILITIES:		
Accounts payable - trade	\$ 148,253	\$ 140,726
Accrued liabilities	119,361	161,410
Total current liabilities	267,614	302,136
SENIOR SECURED CREDIT FACILITY	1,405,800	1,115,000
SENIOR UNSECURED NOTES	1,810,101	1,807,054
DEFERRED TAX LIABILITIES	23,995	22,586
OTHER LONG-TERM LIABILITIES	224,820	192,072
COMMITMENTS AND CONTINGENCIES (Note 15)		
PARTNERS' CAPITAL:		
Common unitholders, 109,979,218 units issued and outstanding at June 30, 2016 and December 31, 2015, respectively	1,942,083	2,029,101
Noncontrolling interests	(8,602)	(8,350)
Total partners' capital	1,933,481	2,020,751
TOTAL LIABILITIES AND PARTNERS' CAPITAL	\$5,665,811	\$ 5,459,599

The accompanying notes are an integral part of these Unaudited Condensed Consolidated Financial Statements.

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GENESIS ENERGY, L.P.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(In thousands, except per unit amounts)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2016	2015	2016	2015
REVENUES:				
Offshore pipeline transportation services	78,994	1,258	155,120	2,048
Onshore pipeline transportation services	16,250	18,933	34,401	38,001
Refinery services	41,324	46,324	83,860	92,448
Marine transportation	52,609	62,594	104,645	119,965
Supply and logistics	256,799	527,218	446,364	930,722
Total revenues	445,976	656,327	824,390	1,183,184
COSTS AND EXPENSES:				
Offshore pipeline transportation operating costs	22,676	400		