

GAMCO INVESTORS, INC. ET AL  
Form 10-Q  
November 07, 2014  
SECURITIES & EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549  
FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2014

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 No. 001-14761

GAMCO INVESTORS, INC.  
(Exact name of Registrant as specified in its charter)

Delaware  
(State of other jurisdiction of incorporation or organization)

13-4007862  
(I.R.S. Employer Identification No.)

One Corporate Center, Rye, NY  
(Address of principle executive offices)

10580-1422  
(Zip Code)

(914) 921-3700  
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 during the preceding 12 months (or for 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. (Check one):

Large accelerated filer Accelerated filer

Non-accelerated filer Smaller reporting company

Edgar Filing: GAMCO INVESTORS, INC. ET AL - Form 10-Q

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 practical date.

Class	Outstanding at October 31, 2014
Class A Common Stock, .001 par value (Including 639,750 restricted stock awards)	6,540,443
Class B Common Stock, .001 par value	19,279,260

---

INDEX

GAMCO INVESTORS, INC. AND  
SUBSIDIARIES

PART I. FINANCIAL INFORMATION

Item 1. Unaudited Condensed  
Consolidated Financial  
Statements

Condensed Consolidated  
Statements of Income:  
- Three months ended  
September 30, 2014 and 2013  
- Nine months ended  
September 30, 2014 and 2013

Condensed Consolidated  
Statements of Comprehensive  
Income:  
- Three months ended  
September 30, 2014 and 2013  
- Nine months ended  
September 30, 2014 and 2013

Condensed Consolidated  
Statements of Financial  
Condition:  
- September 30, 2014  
- December 31, 2013  
- September 30, 2013

Condensed Consolidated  
Statements of Equity:  
- Nine months ended  
September 30, 2014 and 2013

Condensed Consolidated  
Statements of Cash Flows:  
- Nine months ended  
September 30, 2014 and 2013

Notes to Unaudited Condensed  
Consolidated Financial  
Statements

Item 2. Management's Discussion and  
Analysis of Financial Condition  
and Results of Operations

Item 3. Quantitative and Qualitative  
Disclosures About Market Risk  
(Included in Item 2)

Item 4. Controls and Procedures

## PART II. OTHER INFORMATION

Item 1. Legal Proceedings

Item 2. Unregistered Sales of Equity  
Securities and Use of Proceeds

Item 6. Exhibits

## SIGNATURES

GAMCO INVESTORS, INC. AND SUBSIDIARIES  
 CONDENSED CONSOLIDATED STATEMENTS OF INCOME  
 UNAUDITED

(Dollars in thousands, except per share data)

	Three Months		Nine Months Ended	
	Ended September 30, 2014	2013	September 30, 2014	2013
Revenues				
Investment advisory and incentive fees	\$92,591	\$80,438	\$270,544	\$230,488
Distribution fees and other income	15,727	13,545	46,367	37,420
Institutional research services	2,540	2,394	6,720	6,940
Total revenues	110,858	96,377	323,631	274,848
Expenses				
Compensation	43,316	39,803	131,258	113,214
Management fee	3,756	5,629	13,628	14,455
Distribution costs	15,101	12,769	44,087	35,650
Other operating expenses	5,099	5,448	17,036	16,290
Total expenses	67,272	63,649	206,009	179,609
Operating income	43,586	32,728	117,622	95,239
Other income (expense)				
Net gain/(loss) from investments	(9,086 )	19,334	7,602	43,766
Interest and dividend income	1,084	1,134	3,557	4,986
Interest expense	(1,987 )	(2,164 )	(6,000 )	(8,448 )
Shareholder-designated contribution	-	(313 )	(134 )	(5,313 )
Total other income (expense), net	(9,989 )	17,991	5,025	34,991
Income before income taxes	33,597	50,719	122,647	130,230
Income tax provision	13,045	17,515	44,796	46,434
Net income	20,552	33,204	77,851	83,796
Net income/(loss) attributable to noncontrolling interests	(3,113 )	106	(2,718 )	260
Net income attributable to GAMCO Investors, Inc.'s shareholders	\$23,665	\$33,098	\$80,569	\$83,536
Net income attributable to GAMCO Investors, Inc.'s shareholders per share:				
Basic	\$0.94	\$1.29	\$3.17	\$3.25
Diluted	\$0.93	\$1.29	\$3.15	\$3.25
Weighted average shares outstanding:				
Basic	25,296	25,625	25,385	25,682
Diluted	25,517	25,700	25,595	25,717