

CORELOGIC, INC.
Form 10-Q
April 26, 2017

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 March 31, 2017

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 001-13585

CoreLogic, Inc.
(Exact name of registrant as specified in its charter)

Delaware 95-1068610
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

40 Pacifica, Irvine, California 92618-7471
(Address of principal executive offices) (Zip Code)

(949) 214-1000
(Registrant's telephone number, including area code)

Not Applicable
(Former name, former address and former fiscal year, if changed since last report)

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

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(§232.405 of this chapter) 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," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer
Non-accelerated filer (Do not check if a smaller reporting company) Smaller reporting company
Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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.

On April 21, 2017 there were 84,642,218 shares of common stock outstanding.

CoreLogic, Inc.
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PART I: FINANCIAL INFORMATION

Item 1. Financial Statements.

CoreLogic, Inc.

Condensed Consolidated Balance Sheets (Unaudited)

(in thousands, except par value)

	March 31, 2017	December 31, 2016
Assets		
Current assets:		
Cash and cash equivalents	\$ 102,932	\$ 72,031
Accounts receivable (less allowance for doubtful accounts of \$7,946 and \$8,857 as of March 31, 2017 and December 31, 2016, respectively)	258,080	269,229
Prepaid expenses and other current assets	38,108	43,060
Income tax receivable	9,646	6,905
Assets of discontinued operations	5,067	662
Total current assets	413,833	391,887
Property and equipment, net	440,395	449,199
Goodwill, net	2,115,619	2,107,255
Other intangible assets, net	466,133	478,913
Capitalized data and database costs, net	330,935	327,921
Investment in affiliates, net	39,638	40,809
Deferred income tax assets, long-term	1,398	1,516
Restricted cash	17,423	17,943
Other assets	94,229	92,091
Total assets	\$ 3,919,603	\$ 3,907,534
Liabilities and Equity		
Current liabilities:		
Accounts payable and accrued expenses	\$ 186,155	\$ 168,284
Accrued salaries and benefits	81,732	107,234
Deferred revenue, current	294,845	284,622
Current portion of long-term debt	122,634	105,158
Liabilities of discontinued operations	3,026	3,123
Total current liabilities	688,392	668,421
Long-term debt, net of current	1,463,938	1,496,889
Deferred revenue, net of current	492,358	487,134
Deferred income tax liabilities, long term	129,738	120,063
Other liabilities	129,325	132,043
Total liabilities	2,903,751	2,904,550
Stockholders' equity:		
Preferred stock, \$0.00001 par value; 500 shares authorized, no shares issued or outstanding	—	—
Common stock, \$0.00001 par value; 180,000 shares authorized; 84,630 and 84,368 shares issued and outstanding as of March 31, 2017 and December 31, 2016, respectively	1	1
Additional paid-in capital	382,910	400,452
Retained earnings	740,387	724,949
Accumulated other comprehensive loss	(107,446)	(122,418)
Total stockholders' equity	1,015,852	1,002,984
Total liabilities and equity	\$ 3,919,603	\$ 3,907,534

The accompanying notes are an integral part of these condensed consolidated financial statements.

CoreLogic, Inc.
Condensed Consolidated Statements of Operations
(Unaudited)

	For the Three Months Ended March 31,	
(in thousands, except per share amounts)	2017	2016
Operating revenues	\$439,851	\$453,543
Cost of services (excluding depreciation and amortization shown below)	251,966	245,377
Selling, general and administrative expenses	111,850	110,297
Depreciation and amortization	43,472	39,644
Total operating expenses	407,288	395,318
Operating income	32,563	58,225
Interest expense:		
Interest income	338	627
Interest expense	14,131	14,924
Total interest expense, net	(13,793)	(14,297)
Gain/(loss) on investments and other, net	935	(521)
Income from continuing operations before equity in losses of affiliates and income taxes	19,705	43,407
Provision for income taxes	6,274	15,779
Income from continuing operations before equity in losses of affiliates	13,431	27,628
Equity in losses of affiliates, net of tax	(723)	(90)
Net income from continuing operations	12,708	