

STRAYER EDUCATION INC  
Form 10-Q  
May 09, 2014

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SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

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FORM 10-Q

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Quarterly Report Pursuant to Section 13 or 15 (d) of the  
Securities Exchange Act of 1934

For the quarterly period ended March 31, 2014

Commission File No. 0-21039

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Strayer Education, Inc.  
(Exact name of registrant as specified in this charter)

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Maryland (State or other jurisdiction of incorporation or organization)	52-1975978 (I.R.S. Employer Identification No.)
2303 Dulles Station Boulevard Herndon, VA (Address of principal executive offices)	20171 (Zip Code)

Registrant's telephone number, including area code: (703) 561-1600

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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 x 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 (§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 x 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 definitions of "large accelerated filer", "accelerated filer" and "smaller reporting

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company” in Rule 12b-2 of the Exchange Act. (check one)

Large accelerated filer

Accelerated filer

(Do not check if a smaller reporting

Non-accelerated filer company)

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

As of April 18, 2014, there were outstanding 10,843,301 shares of Common Stock, par value \$0.01 per share, of the Registrant.

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## STRAYER EDUCATION, INC.

## UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands, except share and per share data)

	December 31, 2013	March 31, 2014
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 94,760	\$ 126,200
Tuition receivable, net	15,842	15,481
Other current assets	16,738	16,095
Total current assets	127,340	157,776
Property and equipment, net	94,421	90,528
Deferred income taxes	17,129	14,990
Goodwill	6,800	6,800
Other assets	8,576	7,520
Total assets	\$ 254,266	\$ 277,614
<b>LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 38,527	\$ 38,503
Income taxes payable	2,569	10,937
Deferred revenue	656	1,947
Other current liabilities	281	281
Current portion of term loan	3,125	3,906
Total current liabilities	45,158	55,574
Term loan, less current portion	118,750	117,188
Other long-term liabilities	51,456	50,685
Total liabilities	215,364	223,447
Commitments and contingencies		
Stockholders' equity:		
Common stock, par value \$0.01; 20,000,000 shares authorized; 10,797,464 and 10,843,301 shares issued and outstanding at December 31, 2013 and March 31, 2014, respectively	108	108
Additional paid-in capital	7,137	7,544
Retained earnings	31,629	46,412
Accumulated other comprehensive income (loss)	28	103
Total stockholders' equity	38,902	54,167
Total liabilities and stockholders' equity	\$ 254,266	\$ 277,614

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

## STRAYER EDUCATION, INC.

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(in thousands, except per share data)

	For the three months ended March 31,	
	2013	2014
Revenues	\$ 137,506	\$ 116,468
Costs and expenses:		
Instruction and educational support	73,427	59,113
Marketing	17,721	16,314
Admissions advisory	5,351	4,119
General and administration	11,088	11,013
Total costs and expenses	107,587	90,559
Income from operations	29,919	25,909
Investment income	—	1