

DEXCOM INC
Form 10-Q
November 01, 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 September 30, 2016

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 000-51222

DEXCOM, INC.

(Exact name of Registrant as specified in its charter)

Delaware 33-0857544
(State or Other Jurisdiction of (I.R.S. Employer
Incorporation or Organization) Identification No.)

6340 Sequence Drive 92121
San Diego, California
(Address of Principal Executive Offices) (Zip Code)

Registrant's Telephone Number, including area code: (858) 200-0200

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 website, 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 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

Non-Accelerated Filer (Do not check if a smaller reporting 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 October 27, 2016, 84,524,171 shares of the Registrant's common stock were outstanding.

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ITEM 1. FINANCIAL STATEMENTS

DexCom, Inc.

Consolidated Balance Sheets

(In millions—except par value data)

	September 30, 2016	December 31, 2015
	(Unaudited)	
Assets		
Current assets:		
Cash and cash equivalents	\$ 97.7	\$ 86.1
Short-term marketable securities, available-for-sale	29.6	29.1
Accounts receivable, net	76.8	74.1
Inventory	44.7	35.2
Prepaid and other current assets	9.8	6.8
Total current assets	258.6	231.3
Property and equipment, net	88.4	54.7
Intangible assets, net	1.6	2.2
Goodwill	11.8	3.7
Other assets	1.5	0.1
Total assets	\$ 361.9	\$ 292.0
Liabilities and stockholders' equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 58.6	\$ 38.9
Accrued payroll and related expenses	27.0	24.9
Current portion of long-term debt	—	2.3
Current portion of deferred revenue	0.5	0.8
Total current liabilities	86.1	66.9
Other liabilities	14.0	3.9
Total liabilities	100.1	70.8
Commitments and contingencies (Note 4)		
Stockholders' equity:		
Preferred stock, \$0.001 par value, 5.0 shares authorized; no shares issued and outstanding at September 30, 2016 and December 31, 2015, respectively	—	—
Common stock, \$0.001 par value, 100.0 authorized; 84.8 and 84.5 issued and outstanding, respectively, at September 30, 2016; and 82.0 and 81.7 shares issued and outstanding, respectively, at December 31, 2015	0.1	0.1
Additional paid-in capital	876.0	776.8
Accumulated other comprehensive loss	(0.7) (0.3)
Accumulated deficit	(613.6) (555.4)
Total stockholders' equity	261.8	221.2
Total liabilities and stockholders' equity	\$ 361.9	\$ 292.0
See accompanying notes		

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DexCom, Inc.
Consolidated Statements of Operations
(In millions—except per share data)
(Unaudited)

Three	Nine
Months	Months
Ended	Ended
September	September
30,	30,
2016	2015 2016