

Edgar Filing: PAYMENT DATA SYSTEMS INC - Form 10QSB

PAYMENT DATA SYSTEMS INC
Form 10QSB
May 15, 2006

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-QSB

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

For the quarterly period ended March 31, 2006

OR

TRANSITION REPORT UNDER SECTION 13 OR 15(d)
OF THE EXCHANGE ACT

For the transition period from ____ to ____

Commission file number 000-30152

PAYMENT DATA SYSTEMS, INC.
(Exact name of small business issuer as specified in its charter)

NEVADA 98-0190072
(State or other jurisdiction of (IRS Employer
incorporation or organization) Identification No.)

12500 SAN PEDRO, SUITE 120
SAN ANTONIO, TX 78216
(Address of principal executive offices)

(210) 249-4100
(Issuer's telephone number)

Check whether the issuer (1) filed all reports required to be filed by section 13 or 15(d) of the Exchange Act during the past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirement for the past 90 days. Yes No
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Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No
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As of May 1, 2006, 41,702,937 shares of the issuer's common stock, \$0.001 par value, were outstanding.

Transitional Small Business Disclosure Format (Check one): Yes No

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PAYMENT DATA SYSTEMS, INC.

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PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

PAYMENT DATA SYSTEMS, INC. CONSOLIDATED BALANCE SHEETS

	March 31, 2006 (Unaudited)	December 31, 2005
Assets:		
Current assets:		
Cash and cash equivalents	\$ 134,216	\$ 378,098
Accounts receivable, net	156,539	59,558
Prepaid expenses and other	258,802	51,962
	549,557	489,618
Total current assets	549,557	489,618

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Property and equipment, net	164,824	162,600
Other assets	63,693	20,833
	-----	-----
Total assets	\$ 778,074	\$ 673,051
	=====	=====
Liabilities and stockholders' equity (deficit):		
Current liabilities:		
Accounts payable	\$ 503,644	\$ 524,520
Accrued expenses	377,682	776,595
Deferred revenue	123,921	44,038
	-----	-----
Total current liabilities	1,005,247	1,345,153
Stockholders' equity (deficit):		
Common stock, \$0.001 par value, 200,000,000 shares authorized; 40,495,683 and 32,827,056 issued and outstanding	40,496	32,827
Additional paid-in capital	50,289,132	49,486,143
Deferred compensation	(769,459)	(829,687)
Accumulated deficit	(49,787,342)	(49,361,385)
	-----	-----
Total stockholders' equity (deficit)	(227,173)	(672,102)
	-----	-----
Total liabilities and stockholders' equity (deficit)	\$ 778,074	\$ 673,051
	=====	=====