Command Center Reports First Quarter 2013 Results

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Command Center, Inc. (OTCQB:CCNI) (http://www.otcmarkets.com/stock/CCNI/quote), a national provider of on-demand and temporary staffing solutions, today announced its results for the first quarter ended March 29, 2013. The company reported first quarter revenues of \$19.9 million, an increase of 4.2% compared to revenue of \$19.1 million for the first quarter of 2012. Gross profit for the quarter was \$5.2 million, an increase of 12.5% compared to \$4.6 million for the comparable period last year. Net income for the quarter was \$12,000 compared to a net loss of \$561,000 for the first quarter of 2012.

"We continue to focus on changes that improve business practices that should lead us to greater profitability," said Bubba Sandford, President and Chief Executive Officer. "During the first quarter, we instituted changes, including establishment of new operating and hiring standards and implementation of a number of cost cutting measures. We believe that some of those new initiatives contributed to growing gross margin to 26.2% compared to 24.3% reported in the comparable period in 2012. We are also beginning to see increased business activity in many of the industry sectors in which we are engaged and believe that we are well positioned to grow profitably."

During the second quarter, the company significantly reduced its financing expense through renegotiating its credit facility with Wells Fargo Bank. The new terms include a reduction in interest rate and fees and extend the term of the facility to April 2016. The company filed a Form 8-K on May 7, 2013 that contains additional details on the terms of the new agreement.

Mr. Sandford commented, "We are very pleased to have the opportunity to continue our relationship with Wells Fargo Bank. Under the terms of the new agreement, we believe the company will generate stronger cash flow at a lower cost of funding on a go forward basis. The newly negotiated agreement is in line with the executive team's focus on its new strategy to increase profitability and strengthen cash production as we grow Command's overall business. We look forward to continuing our relationship with Wells Fargo as the company's growth requires a flexible capital partner."

The company's quarterly report on Form 10-Q can be accessed online at www.sec.gov or by visiting the

investor relations section of the Command Center website at **www.commandonline.com**.

About Command Center, Inc.

The company provides flexible on-demand employment solutions to businesses in the United States, primarily in the areas of light industrial, hospitality and event services, as well as other assignments such as emergency and disaster relief projects. In 2012, the company provided employment for 35,500 Field Team Members who worked 5.5 million hours for over 3,400 clients. Additional information on Command Center is available at **www.commandonline.com**. Information on the company's Bakken Staffing division can be found at **www.bakkenstaffing.com**.

This news release contains forward-looking statements as defined by the Private Securities Litigation Reform Act of 1995. Forward-looking statements include statements concerning plans, objectives, goals, strategies, future events or performance, and underlying assumptions and other statements that are other than statements of historical facts. These statements are subject to uncertainties and risks including, but not limited to, the severity and duration of the general economic downturn, the availability of worker's compensation insurance coverage, the availability of capital and suitable financing for the Company's activities, the ability to attract, develop and retain qualified store managers and other personnel, product and service demand and acceptance, changes in technology, the impact of competition and pricing, government regulation, and other risks set forth in the Form 10-K filed with the Securities and Exchange Commission on March 22, 2013 and in other statements filed from time to time with the Securities and Exchange Commission. All such forwardlooking statements, whether written or oral, and whether made by or on behalf of the Company, are expressly qualified by these cautionary statements and any other cautionary statements which may accompany the forward-looking statements. In addition, the Company disclaims any obligation to update any forward-looking statements to reflect events or circumstances after the date hereof.

13 Weeks Ended

March 29, 2013 March 30, 2012

\$ 19,904,718 \$ 19,093,681

Revenue

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Cost of staffing services	14,685,127		14,452,123		
Gross profit	5,219,591		4,641,558		
Selling, general and administrative expenses	4,953,830		4,319,335		
Depreciation and amortization	89,011		120,463		
Income (loss) from operations	176,750		201,760		
Interest expense and other financing expense	(220,300)	(147,073)	
Change in fair value of derivative liability	55,756		(616,183)	
Net income (loss) before income taxes	12,206		(561,496)	
(Provision) benefit for income taxes	-		-		
Net loss	\$ 12,206	:	\$ (561,496)	
Earnings per share:					
Basic	\$ 0.00	:	\$ (0.01)	
Diluted	\$ 0.00	:	\$ (0.01)	
Weighted average shares outstanding:					
Basic	59,611,242		59,044,786		
Diluted	62,644,642		59,044,786		
Command Center, Inc.					
Consolidated Balance Sheets					
			March 2	9, 2013	December 28, 2012
ASSETS			(unaudited)		
Current Assets					
Cash			\$ 848,578		\$ 1,632,993
Restricted cash			17,313		21,295
Accounts receivable, net of allowance for doubtful accounts			10,919,	142	13,701,396
Prepaid expenses, deposits and other			325,860		409,547
Prepaid workers' compensation			-		22,852
Other receivables			17,799		17,618

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Current portion of workers' compensation deposits	1,000,000	1,200,000
Total Current Assets	13,128,692	17,005,701
Property and equipment - net	563,672	609,772
Workers' compensation risk pool deposit, less current portion	861,788	506,196
Goodwill	3,306,786	3,306,786
Intangible assets - net	487,551	522,535
Total Assets	\$ 18,348,489	\$ 21,950,990
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Accounts payable	\$ 506,328	\$ 722,150
Checks issued and payable	579,120	511,105
Account purchase agreement facility	6,670,725	9,051,999
Other current liabilities	291,452	507,122
Contingent liability	-	322,874
Accrued wages and benefits	1,659,089	1,713,480
Current portion of workers' compensation premiums and claims liability	1,195,175	2,005,579
Total Current Liabilities	10,901,889	14,834,309
Long-Term Liabilities		
Warrant liabilities	543,717	599,473
Workers' compensation claims liability, less current portion	2,512,230	2,510,687
Total Liabilities	13,957,836	17,944,469
Commitments and contingencies		
Stockholders' Equity		
Preferred stock - \$0.001 par value, 5,000,000 shares authorized; none		
issued	-	-
Common stock - 100,000,000 shares, \$0.001 par value, authorized;		
59,611,242 and 59,611,242 shares issued and outstanding, respectively	59,611	59,611

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Additional paid-in capital	56,005,303	55,633,377
Accumulated deficit	(51,674,261)	(51,686,467)
Total Stockholders' Equity	4,390,653	4,006,521
Total Liabilities and Stockholders' Equity	18,348,489	\$ 21,950,990

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