

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

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 OR 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported) April 26, 2007

L. B. Foster Company

(Exact name of registrant as specified in its charter)

Pennsylvania 000-10436 25-1324733

(State or other jurisdiction of incorporation) (Commission File Number) (I.R.S. Employer Identification No.)

415 Holiday Drive, Pittsburgh, Pennsylvania 15220

(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code (412) 928-3417

(Former name or former address, if changed since last report.)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 2.02 Results of Operations and Financial Condition

On April 26, 2007, L.B. Foster Company (the "Company") issued a press release announcing the Company's results of operations for the first quarter ended March 31, 2007. A copy of that press release is furnished with this report as Exhibit 99.1.

The information contained in this Current Report shall not be deemed to be "filed" for the purposes of Section 18 of the Securities and Exchange Act of 1934 (the "Exchange Act"), as amended, or otherwise subject to the liabilities of that section, nor shall such information be deemed incorporated by reference in any filing under the Securities and Exchange Act of 1933, as amended, except as shall be expressly set forth by specific reference in such filing.

Item 9.01 Financial Statements and Exhibits

(c) Exhibits

99.1 Press Release issued by L.B. Foster Company, April 26, 2007.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

L.B. Foster Company

(Registrant)

Date April 26, 2007

/s/ David J. Russo

David J. Russo
Senior Vice President,
Chief Financial Officer and Treasurer

EXHIBIT INDEX

Exhibit Number

Description

99.1 Press Release dated April 26, 2007, of L. B. Foster Company.

L.B. Foster Company

415 Holiday Drive, Pittsburgh, PA 15220

Contact: Stan L. Hasselbusch

Phone: (412) 928-3417

FAX: (412) 928-7891

Email: investors@LBFosterCo.com

FOR IMMEDIATE RELEASE

L.B. FOSTER REPORTS SURGE IN

FIRST QUARTER INCOME FROM CONTINUING OPERATIONS

PITTSBURGH, PA, April 26, 2007 - L.B. Foster Company (NASDAQ: FSTR), a leading manufacturer, fabricator, and distributor of products and services for rail, construction, energy and utility markets, today reported that its first quarter earnings per diluted share from continuing operations increased to \$0.28 from \$0.11 in last year's first quarter, a 155% increase. This is the ninth consecutive quarter the Company has recorded an earnings increase over the prior year quarter.

2007 First Quarter Results

In the first quarter of 2007, L.B. Foster had income from continuing operations of \$3.1 million or \$0.28 per diluted share compared to income from continuing operations of \$1.2 million or \$0.11 per diluted share in the first quarter of 2006. The Company reported no income from discontinued operations in the first quarter of 2007, compared to \$2.7 million and \$0.25 per diluted share in last year's first quarter, due to the sale of our former Geotechnical Division in that quarter. Income from discontinued operations in the first quarter of 2006 included the gain on the sale of this division of \$3.0 million, reduced by a \$0.2 million loss from operations during the period we owned the business as well as \$0.1 million of taxes. Net income was \$3.1 million or \$0.28 per diluted share in 2007 compared to \$3.9 million or \$0.36 per diluted share in 2006.

Net sales increased 31.5% to \$110.7 million compared to \$84.2 million in the prior year quarter.

Gross profit margin was 12.8%, up 120 basis points from the prior year quarter primarily as a result of increased billing margins offset, in part, by increased net plant expenses.

Selling and administrative expenses increased \$0.7 million or 8.7% over last year's quarter due primarily to employee related costs and benefit expenses including incentive compensation. As a percentage of sales, selling and administrative expenses were 7.6% in the first quarter of 2007 compared to 9.2% of sales in the prior year quarter. First quarter interest expense increased \$0.6 million or 84% over the prior year due primarily to increased borrowings and, to a lesser extent, increased interest rates. The increase in borrowings was primarily due to an increase in working capital requirements as well as significant capital investments made during the past year. The Company's income tax rate from continuing operations was 35.9% in the first quarter compared to 34.4% in the prior year quarter.

"First quarter sales were very strong. This is historically our slowest quarter of the year as a large part of our products go into heavy civil construction projects and the weather in most parts of North America slows that activity significantly. This year's first quarter comes on the heels of an unusually strong fourth quarter last year," commented Stan Hasselbusch, President and Chief Executive Officer. "Our Construction and Tubular segments delivered strong sales and profits, and even though the Rail segment posted a 37% increase in sales, gross profit margins were disappointing, primarily due to poor productivity at our new Tucson concrete tie and Pueblo Allegheny Rail products facilities. Results at Tucson were the biggest drag on earnings as we continued to work with new materials to strike the right mix for our concrete ties. Our

ARP insulated joint facility struggled to ramp up in February and March after coming off of a slow January. Our Construction Products segment surpassed last year's first quarter results due to continued improvements in piling, fabricated products and concrete buildings," remarked Mr. Hasselbusch. After a soft 2006, our Tubular segment also experienced improvement in both business units, coated and threaded products," added Mr. Hasselbusch.

Cash used by operations was approximately \$7.8 million in the first quarter of 2007 and capital expenditures were \$1.5 million. "We continue to expect to generate positive cash from operations in 2007 and also anticipate capital expenditures to be below \$10 million," stated Mr. Hasselbusch, who concluded by reporting, "Overall business activity remains robust and is reflected in our order bookings. Bookings for the first quarter of 2007 were \$172.5 million, 43% higher than last year. Backlog at March 31, 2007 was \$195.8 million, 38% higher than last year. We believe this activity provides the appropriate momentum for a strong 2007."

L.B. Foster Company will conduct a conference call and webcast to discuss its first quarter 2007 operating results on Thursday, April 26, 2007 at 11:00am ET. The call will be hosted by Mr. Stan Hasselbusch, President and Chief Executive Officer. Listen via the internet on the L.B. Foster web site: www.lbfoster.com, by accessing the Investor Relations page.

The Company wishes to caution readers that various factors could cause the actual results of the Company to differ materially from those indicated by forward-looking statements in news releases, and other communications, including oral statements, such as references to future profitability, made from time to time by representatives of the Company. Specific risks and uncertainties that could affect the Company's profitability include, but are not limited to, general economic conditions, adequate funding for infrastructure projects, the potential value of the Dakota Minnesota & Eastern Railroad, production delays or problems encountered at our manufacturing facilities, and the availability of existing and new piling and rail products. In addition, neither backlog nor orders entered are necessarily indicative of future performance. Matters discussed in such communications are forward-looking statements that involve risks and uncertainties. Sentences containing words such as "anticipates," "expects," or "will," generally should be considered forward-looking statements. More detailed information on these and additional factors which could affect the Company's operating and financial results are described in the Company's Forms 10-K, 10-Q and other reports, filed or to be filed with the Securities and Exchange Commission. The Company urges all interested parties to read these reports to gain a better understanding of the many business and other risks that the Company faces. The forward-looking statements contained in this press release are made only as of the date hereof, and the Company undertakes no obligation to update or revise these forward-looking statements, whether as a result of new information, future events or otherwise.

CONDENSED STATEMENTS OF CONSOLIDATED OPERATIONS
L. B. FOSTER COMPANY AND SUBSIDIARIES
(In Thousands, Except Per Share Amounts)

	Three Months Ended March 31,	
	2007	2006
	(Unaudited)	
NET SALES	\$110,666	\$84,155
COSTS AND EXPENSES:		
Cost of goods sold	96,476	74,351
Selling and administrative expenses	8,401	7,731
Interest expense	1,222	665
Other income	(258)	(431)
	-----	-----
	105,841	82,316
	-----	-----
INCOME FROM CONTINUING OPERATIONS, BEFORE INCOME TAXES	4,825	1,839
INCOME TAXES	1,733	633
	-----	-----
INCOME FROM CONTINUING OPERATIONS	3,092	1,206
DISCONTINUED OPERATIONS:		
INCOME FROM DISCONTINUED OPERATIONS, BEFORE INCOME TAXES	12	2,819
INCOME TAXES	4	141
	-----	-----
INCOME FROM DISCONTINUED OPERATIONS	8	2,678
NET INCOME	\$3,100	\$3,884
	=====	=====
BASIC EARNINGS PER COMMON SHARE:		
FROM CONTINUING OPERATIONS	\$0.29	\$0.12
FROM DISCONTINUED OPERATIONS	0.00	0.26
	-----	-----
BASIC EARNINGS PER COMMON SHARE	\$0.29	\$0.38
	=====	=====
DILUTED EARNINGS PER COMMON SHARE:		
FROM CONTINUING OPERATIONS	\$0.28	\$0.11
FROM DISCONTINUED OPERATIONS	0.00	0.25
	-----	-----
DILUTED EARNINGS PER COMMON SHARE	\$0.28	\$0.36
	=====	=====
AVERAGE NUMBER OF COMMON SHARES OUTSTANDING - BASIC	10,555	10,195
	=====	=====
AVERAGE NUMBER OF COMMON SHARES OUTSTANDING - DILUTED	10,898	10,654
	=====	=====

L. B. Foster Company and Subsidiaries
Consolidated Balance Sheet
(In thousands)

	March 31, 2007	December 31, 2006
	-----	-----
ASSETS	(Unaudited)	
CURRENT ASSETS:		

Cash and cash items	\$3,388	\$1,309
Accounts and notes receivable:		
Trade	56,827	60,771
Other	360	779
Inventories	110,120	99,803
Current deferred tax assets	2,653	2,653
Other current assets	1,660	1,133
Prepaid income tax	691	836
Property held for resale	2,522	-
	-----	-----
Total Current Assets	178,221	167,284
	-----	-----
OTHER ASSETS:		

Property, plant & equipment-net	46,791	49,919
Goodwill	350	350
Other intangibles - net	59	62
Investments	16,924	16,676
Deferred tax assets	1,242	1,149
Other non-current assets	367	393
	-----	-----
Total Other Assets	65,733	68,549
	-----	-----
	\$243,954	\$235,833
	=====	=====
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES:		

Current maturities on long-term debt	\$3,160	\$3,105
Short-term borrowings	775	726
Accounts payable-trade and other	52,122	57,446
Accrued payroll and employee benefits	7,190	6,892
Current deferred tax liabilities	3,184	3,203
Other accrued liabilities	5,292	4,215
Current liabilities of discontinued operations	233	235
	-----	-----
Total Current Liabilities	71,956	75,822
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LONG-TERM BORROWINGS	50,882	39,161
	-----	-----
OTHER LONG-TERM DEBT	14,281	15,112
	-----	-----
DEFERRED TAX LIABILITIES	2,163	1,853
	-----	-----
OTHER LONG-TERM LIABILITIES	3,401	5,852
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STOCKHOLDERS' EQUITY:		

Class A Common stock	106	105
Paid-in Capital	40,094	39,696
Retained Earnings	61,721	58,843
Accumulated Other Comprehensive Loss	(650)	(611)
	-----	-----
Total Stockholders' Equity	101,271	98,033
	-----	-----
	\$243,954	\$235,833
	=====	=====