

SINCLAIR BROADCAST GROUP INC
Form 10-Q
August 08, 2008
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-Q

(Mark One) **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934**
For the quarterly period ended June 30, 2008

OR

**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: 000-26076

SINCLAIR BROADCAST GROUP, INC.

(Exact name of Registrant as specified in its charter)

Maryland
(State or other jurisdiction of
incorporation or organization)

52-1494660
(I.R.S. Employer Identification No.)

10706 Beaver Dam Road
Hunt Valley, Maryland 21030

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(Address of principal executive offices, zip code)

(410) 568-1500

(Registrant's telephone number, including area code)

None

(Former name, former address and former fiscal year, if changed since last report)

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

Large accelerated filer Accelerated filer Non-accelerated filer 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

Indicate the number of shares outstanding of each of the issuer's classes of common stock as of the latest practicable date.

Title of each class	Number of shares outstanding as of August 1, 2008
Class A Common Stock	53,200,804
Class B Common Stock	34,453,859

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	As of June 30, 2008 (Unaudited)	As of December 31, 2007
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 10,911	\$ 20,980
Accounts receivable, net of allowance for doubtful accounts of \$3,662 and \$3,882, respectively	117,462	127,891
Affiliate receivable	57	15
Current portion of program contract costs	30,699	50,276
Income taxes receivable	14,341	16,228
Prepaid expenses and other current assets	10,551	13,448
Deferred barter costs	3,403	2,026
Deferred tax assets	7,752	7,752
Total current assets	195,176	238,616
PROGRAM CONTRACT COSTS, less current portion	23,418	32,683
PROPERTY AND EQUIPMENT, net	360,744	284,551
GOODWILL, net	1,015,638	1,010,594
BROADCAST LICENSES, net	402,844	401,130
DEFINITE-LIVED INTANGIBLE ASSETS, net	192,005	192,733
OTHER ASSETS	74,202	64,348
Total assets	\$ 2,264,027	\$ 2,224,655
LIABILITIES AND SHAREHOLDERS EQUITY		
CURRENT LIABILITIES:		
Accounts payable	\$ 4,889	\$ 3,732
Accrued liabilities	74,829	82,374
Current portion of notes payable, capital leases and commercial bank financing	52,651	42,950
Current portion of notes and capital leases payable to affiliates	2,454	3,839
Current portion of program contracts payable	75,141	90,208
Deferred barter revenues	3,496	2,143
Total current liabilities	213,460	225,246
LONG-TERM LIABILITIES:		
Notes payable, capital leases and commercial bank financing, less current portion	1,299,221	1,274,386
Notes payable and capital leases to affiliates, less current portion	32,584	23,174
Program contracts payable, less current portion	66,412	79,985
Deferred tax liabilities	329,949	313,364
Other long-term liabilities	52,999	52,659
Total liabilities	1,994,625	1,968,814

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MINORITY INTEREST IN CONSOLIDATED ENTITIES	18,200	3,067
SHAREHOLDERS' EQUITY:		
Class A Common Stock, \$.01 par value, 500,000,000 shares authorized, 53,179,513 and 52,830,025 shares issued and outstanding, respectively	532	528
Class B Common Stock, \$.01 par value, 140,000,000 shares authorized, 34,453,859 shares issued and outstanding, respectively, convertible into Class A Common Stock	345	345
Additional paid-in capital	617,425	614,156
Accumulated deficit	(365,368)	(360,324)
Accumulated other comprehensive loss	(1,732)	(1,931)
Total shareholders' equity	251,202	252,774
Total liabilities and shareholders' equity	\$ 2,264,027	\$ 2,224,655

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

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SINCLAIR BROADCAST GROUP, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS