

SINCLAIR BROADCAST GROUP INC
Form 10-Q
August 14, 2006

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, 2006

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)

(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, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act. (check one):

Large accelerated filer Accelerated filer Non-accelerated filer

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 2, 2006
Class A Common Stock	47,375,788
Class B Common Stock	38,348,331

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FOR THE QUARTER ENDED JUNE 30, 2006

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PART I. FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS**

SINCLAIR BROADCAST GROUP, INC.
CONSOLIDATED BALANCE SHEETS
(in thousands, except share and per share data) (Unaudited)

	As of June 30, 2006	As of December 31, 2005 (Restated - See Note 1)
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 7,610	\$ 9,655
Accounts receivable, net of allowance for doubtful accounts of \$4,540 and \$4,596, respectively	127,678	127,913
Affiliate receivable	4,263	14
Current portion of program contract costs	46,983	51,528
Income taxes receivable	3,260	
Prepaid expenses and other current assets	13,033	17,616
Deferred barter costs	3,121	2,027
Assets held for sale		3,678
Deferred tax assets	8,617	10,591
Total current assets	214,565	223,022
PROGRAM CONTRACT COSTS, less current portion	49,617	36,494
PROPERTY AND EQUIPMENT, net	287,854	304,355
GOODWILL, net	1,040,234	1,040,234
BROADCAST LICENSES, net	409,620	409,620
DEFINITE-LIVED INTANGIBLE ASSETS, net	217,574	224,673
OTHER ASSETS	38,545	44,907
Total assets	\$ 2,258,009	\$ 2,283,305
LIABILITIES AND SHAREHOLDERS EQUITY		
CURRENT LIABILITIES:		
Accounts payable	\$ 2,857	\$ 3,799
Income taxes payable		2,662
Accrued liabilities	85,968	84,623
Current portion notes payable, capital leases and commercial bank financing	33,649	33,802
Current portion of notes and capital leases payable to affiliates	1,999	4,135
Current portion of program contrac		