

HICKORY TECH CORP
Form 10-Q
November 09, 2006

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 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 September 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 0-13721

HICKORY TECH CORPORATION

(Exact name of registrant as specified in its charter)

Minnesota
(State or other jurisdiction of
incorporation or organization)

41-1524393
(I.R.S. Employer
Identification No.)

221 East Hickory Street

Mankato, Minnesota 56002-3248

(Address of principal executive offices and zip code)

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(800) 326-5789

(Registrant's telephone number, including area code)

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

The total number of shares of the registrant's common stock outstanding as of November 1, 2006: 13,192,745.

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HICKORY TECH CORPORATION
Consolidated Statements of Operations
(Unaudited)

<i>(In Thousands Except Share and Per Share Amounts)</i>	Three Months Ended		Nine Months Ended	
	September 30		September 30	
	2006	2005	2006	2005
Operating revenues:				
Telecom Sector	\$ 18,216	\$ 18,383	\$ 54,559	\$ 57,014
Information Solutions Sector	482	519	1,705	1,921
Enterprise Solutions Sector	3,285	3,402	8,567	11,745
Enventis Sector	13,972		43,234	
Total operating revenues	35,955	22,304	108,065	70,680
Costs and expenses:				
Cost of sales, Enterprise Solutions and Enventis	9,493	2,139	28,990	7,844
Cost of services (excluding depreciation and amortization)	11,535	8,354	33,709	24,696
Selling, general and administrative expenses (excluding depreciation and amortization)	6,452	3,575	19,968	12,024
Depreciation	4,260	3,544	12,569	11,588
Amortization of intangibles	293	26	879	467
Total costs and expenses	32,033	17,638	96,115	56,619
Operating income	3,922	4,666	11,950	14,061
Other income/(expense):				
Interest and other income	40	35	109	75
Interest expense	(1,913)	(1,124)	(5,393)	(3,128)
Total other income/(expense)	(1,873)	(1,089)	(5,284)	(3,053)
Income before income taxes	2,049	3,577	6,666	11,008
Income tax provision	604	1,447	2,458	4,453
Income from continuing operations	1,445	2,130	4,208	6,555
Discontinued operations:				
Income from operations of discontinued component		37		207
Income tax provision benefit		15		