

HICKORY TECH CORP
Form 10-Q
August 04, 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 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 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)

(800) 326-5789
(Registrant's telephone number, including area code)

(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

HICKORY TECH CORPORATION (Exact name of registrant as specified in its charter)

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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 July 28, 2006: 13,156,490.

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HICKORY TECH CORPORATION

Consolidated Statements of Operations

(Unaudited)

(In Thousands Except Share and Per Share Amounts)	Three Months Ended		Six Months Ended	
	June 30, 2006	2005	June 30, 2006	2005
Operating revenues:				
Telecom Sector	\$ 18,378	\$ 19,286	\$ 36,346	\$ 38,631
Information Solutions Sector	534	914	1,222	1,402
Enterprise Solutions Sector	2,545	5,068	5,282	8,343
Enventis Sector	15,178		29,262	
Total operating revenues	36,635	25,268	72,112	48,376
Costs and expenses:				
Cost of sales, Enterprise Solutions and Enventis	11,828	3,772	22,855	6,040
Cost of services (excluding depreciation and amortization)	9,373	8,289	18,334	16,342
Selling, general and administrative expenses (excluding depreciation and amortization)	6,818	4,087	14,001	8,114
Depreciation	4,236	4,043	8,310	8,044
Amortization of intangibles	293	204	586	441
Total costs and expenses	32,548	20,395	64,086	38,981
Operating income	4,087	4,873	8,026	9,395
Other income/(expense):				
Interest and other income	37	32	67	40
Interest expense	(1,830)	(1,027)	(3,479)	(2,004)
Total other income/(expense)	(1,793)	(995)	(3,412)	(1,964)
Income before income taxes	2,294	3,878	4,614	7,431
Income tax provision	920	1,569	1,851	3,006
Income from continuing operations	1,374	2,309	2,763	4,425
Discontinued operations:				
Income/(loss) from operations of discontinued component		170		170
Income tax provision/(benefit)		69		69
Income/(loss) from discontinued operations		101		101
Net income	\$			