

RADIO BUSINESS REPORT™

VOICE OF THE RADIO BROADCASTING INDUSTRY®

- Acoustics
- Architecture
- Consoles
- Engineering
- Ergonomics
- Integration
- Furniture
- Peripherals
- Patch Bays
- Supervision
- Wiring

More than 100 man-years of frontline experience.

That's the kind of systems expertise that PR&E brings to facility consolidation. It's the foresight that comes from 25 years of hindsight. No delays. No overruns. And no finger-pointing.

Contact us at www.pre.com, e-mail sales@pre.com or call us at 760-438-3911.



RADIO NEWS™

Radio increases size of its slice of pie	2
The radio industry is poised to claim 8% of the total advertising revenue universe, the first time its share has been so high since TV became a force.	
Holiday, Q1 Y2K pacing well ahead of a year ago	2
Radio gets a treat: October revenues up 17%	2
Coen strong: Guru sees good things ahead for radio	3
Tower tragedy claims three in NC	3
Radio Intercast, Scott add ads to the Internet	3
FCC NPRM delays LDR Phase I IBOC tests	4
Radio listeners are getting caught in the web	4

RADIO AD BIZ™

Making radio buying E-sier with E-commerce	AB1-4, 14
August: Radio takes a bite out of rivals' revenue share	AB14

BROADCAST INVESTMENTS™

Launch Media checks out some videos	5
It's splitsville for Saga stocks	5
Smulyan takes BuyItNow.com as a command	5
Salem adds web-ministries	5
A dozen Georges will get you one piece of Interep	5

MEDIA MARKETS & MONEY™

Citadel legs it to Michigan for Liggett, adds some Mass.	6
Citadel is spending about \$120.5M for Liggett's Michigan-based group and another \$24.5M for an FM duop in Worcester. Two in Saginaw will be spun off.	
Radio One doubles in Philly with the other Greater Media	6
Cumulus: Tracking the deal details	7
Tampa: One good AM deserves another	7
Mergers means Runnels' will run together	7
CCC's failure in Byhalia clears path into Memphis for EMF	7

PATRICK

COMMUNICATIONS

- Station Brokerage
- Debt & Equity Placement
- Fair Market & Asset Appraisals

(410) 740-0250
www.patcomm.com

RADIO NEWS®

Jim Carnegie Publisher
Jack Messmer Executive Editor
Dave Seyler Senior Editor
Carl Marcucci Senior Editor
Tiffany Stevens Associate Editor
Karen Maxcy Associate Editor
Mona Wargo FCC Research Consultant
Any Seyler Editorial Assistant

Ken Lee VP/GM Associate Publisher
Cathy Carnegie VP Administration
Ronald Greene Executive Director of Production
John Neff General Sales Manager
Sean Drasher Account Executive
Susanna Pritchett Account Executive
April Olson Admin. Assistant

Radio set to break 8% mark

The radio industry is on track to claim 8% of total US ad spending this year, Emmis Communications (O:EMMS) CEO **Jeff Smulyan** told last week's PaineWebber Media Conference in New York. "That is a landmark development," said Smulyan, who is also chairman of the RAB board, noting that it will be the highest ad share for radio since TV became a significant force in the 1950s.

Most investors at the PaineWebber confab were anxious to hear about bidding on the spin-offs from the pending merger of AMFM (N:AFM) into Clear Channel (N:CCU), but neither Smulyan or other radio executives were able to offer much insight. Smulyan did clarify that Emmis did not team up with (or even communicate with) BET on bidding, although both now have financial backing from Liberty Media (N:LMG Class A & B).

Radio's Q4 comes in with a bang

In October the radio industry extended its streak of revenue-gaining months to 86 in a big way, picking up 17% more business than in October 1998. Local business was up 14%, and national surged 27%. Local business gains were even across the board for the five regions, all of which were between 13-16% in the black. On the national side, the Southeast and Midwest gained 17% and 18% respectively, which would normally be great. But this time the two regions should hang their heads in shame—the other three regions were up 30% or better! The excellent October results bring YTD revenue gains to 14%.—DS

In his own presentation, Liberty Media CEO **Bob Bennett** said "there seemed to be virtually no downside" to the Emmis investment (RBR 11/1, p. 12), calling Emmis' broadcasting operations a high-growth and free cash flow business.

Afterward, RBR asked Bennett if the Clear Channel-AMFM sale was BET's last chance to launch a radio group. "This is the easiest chance," he replied, but added that he wouldn't rule out other opportunities for the cable network operator to expand into radio even if it isn't a winning bidder.

With Clear Channel as a 28% owner (albeit non-voting stock), there have been rumors that Hispanic Broadcasting Corp. (O:HBCCA) had an inside track to some of the choicest spinoffs—rumors that HBC CFO **Jeffrey Hinson** found laughable. "We have been abused like everyone else in this process," he told the New York gathering.

With his audience salivating at the prospect of hearing details of the spin-off process, Clear Channel CFO **Randall Mays** gave them nada, zilch, the big zero—even complaining that "it's somewhat distressing to me" that some participants who are under confidentiality agreements have been talking about the bidding at all. Mays said the merger with AMFM will take some time to clear regulatory review. For now, the company's view is unchanged that the transaction should close in the second half of 2000 and that the spin-offs should bring around 18 times

Pacing toward happy holidays

No need to wait for Santa. A very Merry Christmas is already in the bag for radio stations—and it's looking like a pretty good start for the New Year as well.—JM

RBR/Miller Kaplan Market sell-out percentage report

	1999	1998
Dec. 1	76.6%	71.0%
	2000	1999
Jan.	30.9%	24.0%
Feb.	19.1%	13.7%

their cash flow of \$250M.

Even with the pool of potential acquisitions now limited, particularly in US radio, Mays insisted that Clear Channel can continue to grow after-tax cash flow by 20% or more annually from internal growth for as far out as anyone can project.

One development which may help ensure such growth is a new software package now being tested by Clear Channel. While virtually all stations now have yield-management software to maximize spot pricing, Clear Channel's new software will take the concept a level higher, optimizing yields nationally across all 830 stations.—JM (more on RBR.com)

©1999 Radio Business Report, Inc. All content may not be reproduced, photocopied and/or transmitted without written prior consent.

All material is protected by copyright law. Any violations will be dealt with legally.

Publishers of Radio Business Report, Mid-Week News Brief, the Source Guide, Manager's Business Report and the Information Services Group database. Material may not be reproduced without permission.

Subscription Cost \$220.00

EDITORIAL/ADVERTISING OFFICES: 6208-B Old Franconia Road, Alexandria, VA 22310 (or) P.O. Box 782, Springfield, VA 22150

Main Phone: 703/719-9500 • Editorial/Sales Fax: 703-719-7910 • Subscription Phone: 703-719-7721 • Subscription Fax: 703-719-7725

Advertising sales information: Ken Lee 703-719-9500 • Fax 703-719-9509

Email the Publisher: JCRBR@aol.com • Email Editorial: radiobiz@aol.com

Email Sales: KenLeeRBR@aol.com • SeanRBR@aol.com • JohnNRBR@aol.com • SPritch28@aol.com

Three tower workers die in Greensboro-Winston Salem

Daniel Foster Zortman (40), **Ronald Dean Brooks** (16) and **Charles Shively** (19) of Quality Power Painting, Red Oak, VA all plunged 1,000 feet to their deaths while painting AMFM's WFMX-FM tower in Statesville, NC 12/3. The three were being hoisted on a rope in harnesses by a winch up the side of 1,500-foot tower. As the rope pulled them upward, one of the three or a temporary platform got hung up at the 1,000 ft. point and created slack in the rope at the winch. Reportedly the rope jumped off the winch at the base of the tower and they fell. Zortman's wife, **Wanda**, tried to grab the rope to break their fall, but was unsuccessful, badly injuring her hands. Officials said she watched in horror as her husband, son and Shively fell.

The incident is currently under investigation and is taking up much of AMFM regional Engineering Chief **Ben Brintzer's** time. When asked who built the tower [probably Kline or Stainless] and other details he could only tell us, "The only thing I am at liberty to tell you is it is owned by AMFM Inc. and is used by WFMX."

RBR observation: This has been a bad year for deaths related to broadcast towers—about 12 so far. Sources say you don't use a rope to haul three men up and down on tall towers—they should have climbed it. The source adds that AMFM should have no liability here because the stations do not tell crews how to rig. "16-year olds don't belong up there—there are way too many inexperienced crews working today."—CM

Radio Intercast and Scott Studios targeting Internet users

Not content to just audio stream a station's program on the station's web site, Radio Intercast and Scott Studios have come up with a system that inserts Internet-only ads for the audio stream in lieu of the broadcast ads, and also inserts demographically specific ads on radio station websites. Radio Intercast's ad insertion software, ADd-ins™, allows the insertion of Internet-only ads and Scott Studios' broadcast computers allow stations to program, schedule and input advertising over the Internet.—KM

12/13/99 RBR

Coen upbeat on radio

McCann-Erickson guru **Bob Coen** predicts that radio will continue to outgrow most other media in 2000. The forecaster told the PaineWebber Media Conference in New York (12/6) that national radio (network and spot) should gain 8% next year. Local radio should do even better, rising 9%.

"The Internet/new media is lifting all boats," Coen said of the explosion of dot-com advertising. "It's helping all advertising."

With dot-com and millennium advertising adding fuel to what would have traditionally been a strong year for advertising, with a presidential election and the Summer Olympics, Coen is expecting 2000 to be an exceptional year for all advertising-supporting media—even TV, which has suffered through a weak 1999.

The closely watched forecaster is expecting major national media ad revenues to rise 8% in 2000. The big four TV networks are expected to rebound from '99 with a 9% gain, beaten only by cable with 15%. Most other national media, including radio, are forecast to grow 8%.—JM

The Coen Forecast

Ad spending	1999	2000
National	indication	forecast
Big 4 TV nets	7.0%	9.0%
Spot TV	2.5%	8.0%
Cable TV	20.0%	15.0%
Syndication TV	8.0%	8.0%
Radio (net & spot)	10.0%	8.0%
Magazines	5.5%	7.5%
Newspapers	10.0%	8.0%
Major media subtotal	7.8%	9.0%
Direct mail	5.0%	7.0%
Yellow pages	7.0%	8.0%
Internet	75.0%	75.0%
Other national media	6.7%	8.0%
Total National	7.2%	9.1%
Local		
Newspapers	4.5%	6.0%
TV	3.5%	8.5%
Radio	13.0%	9.0%
Yellow pages	5.4%	6.0%
Other local media	8.2%	8.0%
Total Local	6.1%	7.1%
Grand Total	6.8%	8.3%

Source: Universal McCann "Insider's Report," 12/6/99

COX RADIO, INC.

has acquired

KGMZ-AM/FM

KRTR-FM KXME-FM

Honolulu, Hawaii

from

NEW PLANET RADIO

for

\$16,375,000

The undersigned acted as exclusive broker in this transaction and assisted in the negotiations.



Kalil & Co., Inc.

3444 North Country Club Tucson, Arizona 85716 (520) 795-1050

RBR News Briefs

BroadcastAMERICA.com strikes deal with United Stations

BroadcastAMERICA.com, formerly BroadcastMusic.com (*RBR* 11/29, p.8, 10/25, p.6), an online entertainment site and streaming provider in the process of diversifying with specialty channels leveraged from partnerships such as SuperRadio, Talk Radio Network and OneOnOne Sports, has formed an exclusive partnership with **Dick Clark** and United Stations Radio Network to stream its programming. The announcement was made 12/8 at the Jupiter Entertainment Forum in LA.

BroadcastAMERICA.com also announced its 1M visitor milestone last month, up slightly from the site's 13 visitors at launch in April.—CM

ESPN's deal with MLB includes radio

As part of the new six year agreement between ESPN and Major League Baseball, ABC Radio Networks' ESPN Radio gets extended rights to regular and post season game coverage, including the World Series through 2005. Digital satellite distribution rights and an additional six wildcard games per year are included.—CM

AMFM Radio Nets to rep The Weather Channel

AMFM Radio Networks will begin national sales for The Weather Channel Radio Network, already on 230 affiliates, 1/3. The radio net officially debuted in '93 with MediaAmerica, but TWC had been supplying services to radio since '87.—CM

SuperRadio picks up "Pillow Talk" for syndie

Alan Almond, the top-rated, distinctively deep-voiced 7P-Midnight AC host on Detroit's WNIC-FM since '77, has been picked up for nationwide syndication by SuperRadio. Almond's show is based on love songs and dedications and has a 4-book average of 8.2 25-54.—CM

Limbaugh poo-poos "Cash" box

Rush Limbaugh has convinced the powers that be at flagship WABC-AM NY to unplug the much-praised "Cash" time compression box from Prime Image (*RBR* 5/31, p. 3). In a lengthy monologue, he complained about angry e-mails from listeners citing too many commercials. "I am not going to sit here and take the heat for this," he said.

Cash allows more spots to be squeezed in by removing small pieces of audio, typically one minute more inventory for every 10 minutes.—CM

Listeners tuning into the web

Trying to decide whether or not streaming your station's audio on the Internet is a viable option for your station? According to a report released last week by Arbitron, small market radio stations are actually getting a boost from the Internet while larger markets are winning the battle for online listeners' time.

During the month of October (1999), Arbitron's Infostream™ report found more than 900,000 listeners tuned into 240 audio channels streamed by ABC Radio Networks, BroadcastMusic.com, La Musica and Magnitude Network. Internet listeners spent over 1.3M hours listening to Web audio streamed by those companies: 36,000 hours on La Musica channels; 41,000 hours on BroadcastMusic.com; 440,000 hours on Magnitude; and ABC took top honors with listeners spending 816,000 hours on its channels.

This was the first time that Arbitron released a webcast ratings report. The next report, compiling total audience estimates and average time spent at sites for the month of November, will be released early next month and will measure two additional streaming providers: OnRadio and NetRadio.—TS

Top cumulative audience Web sites

Monthly Audience	URL	City/State	Affiliate
83,900	texasrebelradio.com	Johnston, TX	Magnitude
70,100	kpig.com	Monterey, CA	Magnitude
66,400	cd93.com	Monterey, CA	Magnitude
56,700	khyi.com	Dallas, TX	Magnitude
55,600	klaq.com	El Paso, TX	Magnitude

Web sites with highest log-on hours

Average time	URL	City/State	Affiliate
8 hr. 27 min.	smoothjazz10.com	Washington, DC	Real Broadcast
6 hr. 32 min.	kpla.com	Columbia, MO	Magnitude
5 hr. 25 min.	wkdd.com/wk	Akron, OH	Magnitude
5 hr. 24 min.	mix1073FM.com	Washington, DC	Real Broadcast
4 hr. 35 min.	koql.com	Columbia, MO	Magnitude

LDR to submit Phase I data to NRSC late; licenses PAC to XM

In the wake of recent disagreements (*RBR* 10/18, p.10; 11/8, p.4) on the NRSC IBOC testing process, Lucent Digital Radio (LDR) SVP **Ben Benjamin** sent a letter (12/8) to NRSC Chairman **Charlie Morgan** informing him that LDR will not be submitting Phase I test data as promised on the December 15 deadline. However, it would be submitted "in all likelihood before filing our reply to the FCC on 1/24. When committing to a December date, I don't believe any of us foresaw the potential impact that the FCC's recent [NPRM] would have on the scope of information we now feel necessary to provide to both the NRSC and the Commission," the letter read.

It remains to be determined whether or not the NRSC will wait for LDR's test submissions before moving ahead on its standard-setting process. Morgan said that will be discussed at a 1/8 NRSC meeting.

USADR CEO **Bob Struble** questions the delay: "We're not surprised.

We have said consistently that we believe we're well ahead of the other proponents technically, and this appears to confirm that. We will meet our commitments are firmly committed to meeting the deadlines that we agreed to."

On a brighter note for LDR, XM Satellite Radio (O: XMSR) has chosen its specific version of Lucent Technologies' Perceptual Audio Coder (PAC) compression technology for use in its upcoming satellite radio service. Sirius Satellite Radio (O:CDRD, formerly CD Radio) will also use PAC, based upon its chip set design agreement with Lucent Microelectronics (*RBR* 5/11/98 p.4). PAC will provide the 100-channel systems high quality sound delivery while using minimal bandwidth. This may help put Lucent in the driver's seat with manufacturers for integrating satellite and IBOC technology into one chip set (*RBR* 6/21, p.4), and therefore one receiver—its audio coder is now the standard for satellite radio in the US.—CM

Radio advertising news, trends, strategies & stats for stations, networks, syndicators, advertisers and agencies.

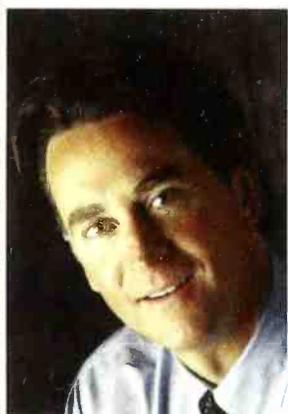
Radio AdBiz™

From the Publishers of Radio Business Report Inc., 16 Years

Volume 3, Issue 12 December 1999

E-commerce: why not radio?

by Karen Maxcy



Mike Jackson,
BuyMedia.com



Alan Masarek,
AdOutlet.com



Jeff Trumper,
Broadcastspots.com

We use it to buy everything from Mother's Day flowers to exotic vacations, so why shouldn't buyers use the Internet to purchase media? Whether it is using the Internet to purchase directly, or using the Internet as a time-saving tool, these three fairly new Internet companies are banking on media professionals to embrace the e-business solution.

All three are counting on work weary and time-pressed buyers to realize that the Internet is more than just e-mail. Instead of the Internet being an accessory at their workplace, the Internet can become the focal point of their activities. After all, the Internet has been one of the most impacting inventions of this century, and from the looks of these three featured companies, the Internet is set to change the way media is bought and sold.

Agency Perspective

Larson NW's Mary Young discusses buying Hispanic
Page AB5

Radio News

Coen upbeat on Radio
Page AB8

Personality Profile

Tom Joyner talks shop
Page AB10

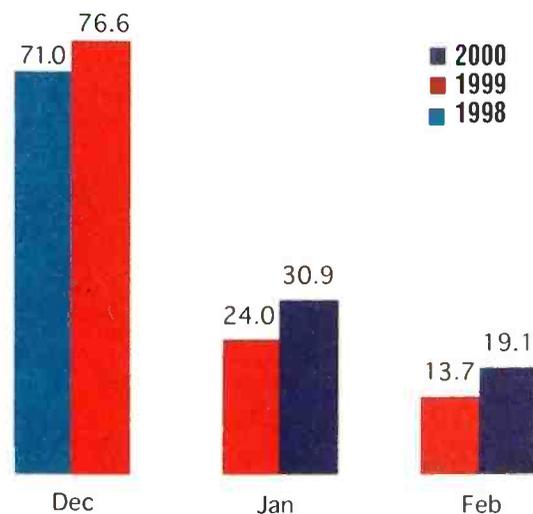
Ad News

ABC adds three to RADAR
Page AB12

RBR/Miller Kaplan Market Sell Out percentage report

Pacing toward happy holidays

No need to wait for Santa. A very Merry Christmas is already in the bag for radio stations—and it's looking like a pretty good start for the New Year as well.



December 1999, Volume 3, Issue 12

Executive Editor Jack Messmer
Senior Editor Dave Seyler
Senior Editor Carl Marcucci
Associate Editor Tiffany Stevens
Associate Editor Karen Maxcy
Creative/Production Director Ronald Greene
VP Administration Cathy Carnegie
FCC Research Consultant Mona Wargo
Administrative Assistant April Olson
Editorial Assistant Amy Seyler
Editorial Assistant Jane Morrison

Publisher Jim Carnegie
VP/GM, Associate Publisher Ken Lee
General Sales Manager John Neff
Account Executive Sean Drasher
Account Executive Susanna Pritchett

Editorial/Advertising Offices

6208-B Old Franconia Road
Alexandria, VA 22310
or
PO Box 782
Springfield, VA 22150

Main Phone: 703/719-9500
Editorial Fax 703/719-7910
Sales Fax: 703/719-9509
Subscription Phone: 703/719-7721
Subscription Fax: 703/719-7725

Advertising Sales Information

Ken Lee Phone: 703/719-9500
John Neff Fax: 703/719-9509
Sean Drasher
Susanna Pritchett

Email Addresses

Publisher: JCRBR@aol.com
Editorial: Radiobiz@aol.com
Sales: KenLeeRBR@aol.com
JohnNRBR@aol.com
SeanRBR@aol.com
SPritch28@aol.com

©1999 Radio Business Report, Inc.
Material may not be reproduced without permission.
Printed in USA.
Subscription: \$105 per year

RBR Family of Products



RADIO BUSINESS REPORT
Mid-Week News Brief
Source Guide
and Directory
The All-Radio Yearbook

BuyMedia.com: creating an industry standard

Based in Burlingame, CA and four and a half years in the making, BuyMedia.com finally launched early this year. It was an idea thought of by founder and President/CEO, **Mike Jackson**, but that idea has developed into a service very much demanded and designed by the buyers and sellers themselves.

Increasing the universe of potential advertisers for stations

Jackson tells *AdBiz* that BuyMedia.com is designed for buyers and sellers who want to have one single communication platform. It is also for those who want an alternative to using a national rep firm outside of their local market. But BuyMedia.com is not trying to make dinosaurs out of rep firms because the company believes that the \$60B advertising market is big enough for a few giants to participate in.

"We never encourage anyone to switch. We feel that the more sales channels that are available to a station, the better for both buyer and seller. We provide a service for the advertising agencies that want to deal directly with the stations," Jackson explains. Rep firms were a necessity for many stations before. But that was before BuyMedia.com simplified the process and "facilitated all the communication back and forth between buyer and station."

Jackson elaborates, "If you look at most national and regional advertising, it's truly made up of the big agencies located in the big markets. Since we make it so much easier for them to contact the stations, we're increasing the universe of potential advertisers for the stations."

Automating the process

According to Jackson, BuyMedia.com is the only company on the web that automates the process of selling and buying first choice inventory. He stresses that the service has not revolutionized the process but it merely makes things a lot more efficient.

Instead of typing up an avail request and faxing it to every station the buyer wants to bid from, he can now enter the request online, pick all the markets he is interested in, select the stations, and BuyMedia.com will automatically send those avail requests to the stations. "Within a matter of minutes, every station that they (buyers) have selected have received that information. And then those stations begin putting together what kinds of schedule would be pertinent to that advertiser. Thereafter, they send it back directly to the buyer where the buyer will enter all pertinent information into their media processing software," Jackson says.

In other words, Jackson summarizes that BuyMedia.com allows buyers to send avail requests to unlimited number of stations within a matter of minutes, free of charge.

Although BuyMedia.com will provide both the buyer and seller contact information,

phone conversations and negotiations need not be the order of the day. Jackson estimates that if it is an efficiency-driven buy, less than 20% of these deals require a telephone conversation. If the deal is more complicated, for example, if a promotion is requested, Jackson estimates that telephone interaction would occur in about 70% of those deals.

You can't buy on the web, but you can reach a whole lot of stations in top rated markets

You can't click on a "Buy" command in BuyMedia.com and purchase a spot per se. The buyer merely initiates an erstwhile cumbersome process which allows him to ultimately choose and buy from a very large pool of radio stations.

Jackson says that buyers and sellers are really not keen on having the price listed online for all to see. "We find that the stations never like to price their inventory and their buyers don't want them to price it until the buyer has said who they are, how much advertising they typically might buy from the station, when they want to run it, who their client is and what the demographic of that advertiser is." When all of that is known, that is when the station can go "configure their rates and availability accordingly." The process introduces automation, and not the possibility of acquiring choice inventory at bargain prices. Cyberspace still has to reflect the real world fact that radio is hot.

BuyMedia.com has many fans judging from its three thousand media buyers thus far. Radio stations are also BuyMedia.com converts. Jackson says the company works with every commercial radio station in the top 250 Arbitron rated markets. He adds, "Every single one is in our system so the buyer can buy advertising on any radio station in the market. That's approximately under 7,000 radio stations."

Jackson says that BuyMedia.com's goal is to become an industry standard. Agencies who use the service, typically within a three month period, use the website for all of its broadcast advertising purchases. According to Jackson, the website has been processing between \$2M-\$3M a week in orders and are on track to process over \$500M next year.

BuyMedia.com's key management includes **Jackie Walts**, VP/Director of Marketing; **Jerry Sacchetti**, VP/Director of Sales; **Anne Morris**, VP/Director of Client Services; and **Bob Winters**, VP/Director of Product Development.

The Phil Hendrie Show is:

#1 Men 25-54

#2 Adults 25-54

on KFI, Los Angeles



www.philhendrieshow.com

Source: Spring 1999 Arbitron
M-F 7p-10p, English Language Stations

The Phil Hendrie Show

**Now nationally syndicated and ready to build brands
and deliver results for advertisers.**

**PREMIERE
RADIO NETWORKS**

For more information call, Jack Nail, VP Talk Sales 212-445-3952



Presents

THE NEW USA MUSIC MAGAZINE



Each week, John Monds entertains millions of Urban radio listeners with America's top urban music magazine show. Included are such features as...

"Paula's Party Line"

The latest News and Gossip in Entertainment

"Looking Back"

Hits from the recent past

"Celebrity Brain Buster"

Weekly Celebrity Trivia

THIS PROGRAM IS PERFECT FOR URBAN ORIENTATED ENTERTAINMENT PROMOTIONS.

Sales Offices

New York, NY - **212-883-2100**

Chicago, IL - **312-558-9090**

Detroit, MI - **313-885-4243**

ONE OF THE HOT PROGRAMS ON...



A Division of American Urban Radio Networks

Broadcastspots.com: Why allow spoilage to spoil your bottomline?

The creation of broadcastspots.com has a very different purpose than BuyMedia.com. Where the latter is trying to simplify the media buying process, the former is indignant that spoilage is experienced by stations as a result of lengthy turnaround times.

Founder/President/CEO **Jeff Trumper**, has run many radio stations, both successful ones and turnaround stations. One thing was certain in both kinds of stations and that is inventory is perishable and spoilage does occur. Trumper explains, "I knew when I was running stations that inventory was going to spoil on Monday. Whatever that didn't sell on Friday, Saturday or Sunday was going to spoil. The Internet provides a way for people to access this inventory, evaluate and buy it on the spot."

Buying is as easy as point and click

Launching January 2000, the service shows promise of being a hassle free and efficient way to buy last-minute unsold inventory. **Linda Waldman**, VP/Director of Marketing, explains that a buyer pressed for time, can go into broadcastspots.com and select by market, demo and station and the site will show all the affiliates with the matching requirements of the buyers. He will get a listing of the available inventory and the price of that inventory. If all is suitable, the buyer clicks on the item and buys it then and there.

Waldman says that theoretically, buyer and seller may not even have to get on the phone because confirmation of the purchase is done via email or fax. The two parties may get on the phone to discuss creative but there is no negotiation needed since the price is already listed on the site and bidding is not part of the buying process.

Another sales channel

Like Jackson, Trumper makes it clear that the Internet is merely another sales channel and it is not his intent to upstage the traditional process. He says, "I think it is too soon to say if this will displace the traditional sources of media buying. When you think of e-trade, e-trade didn't put Merrill Lynch out of business." He believes that people, being social animals, still want to visit about certain issues. Negotiation, as rough as it can get sometimes, is still

something that people want to do and still enjoy. Broadcastspots.com is for those educated and experienced advertisers who just want to access, evaluate and buy inventory quickly.

Backed by expertise and experience

The management team of broadcastspots.com already have many years of broadcast experience behind them but the company has formed an advertising agency advisory council to provide more input into the final product. Trumper tells *AdBiz*, "We have an advisory board of seven media buyers and directors of large agencies around the country and who are helping us to design the system. So we're not the architects of it but they are. We're building a system for them and they've designed it. They really do want this service available to them."

Trumper adds that the service will launch in radio since that is where the management team's expertise lay mainly. But he hopes to move to television and cable middle of next year. Following the agency advisory council, broadcastspots.com is looking to form similar councils for radio, TV and cable executives.

Key management at broadcastspots.com include **Todd Plunkett**, EVP/CFO; **John Cravens**, SVP; **Judy Carlough**, VP, Affiliate/Agency Relations; **Linda Waldman**, VP/Director of Marketing and **Bruce Ward**, VP/Director of Technology.

AdOutlet.com: e-commerce solution for all media

AdOutlet.com was born from irony. **Alan Masarek**, Chairman/CEO, tells *AdBiz* that the company started out with selling Internet advertising on the web. He explains, "It was sort of an irony that we realized that we were spending \$2B on the web, but nobody was using the web to get to it. So that was the initial genesis of thought that we should really create an e-commerce service for all media."

Masarek says the company started 6/14 primarily to tackle the lack of an Internet-solution for Internet advertising but has since branched out to traditional media. In fact, traditional media has overtaken their original Internet focus as the former has a much greater percentage of the company's revenue base today.

Currently, AdOutlet.com's involvement in radio is 10% of its total operations but it is a fast expanding segment. The site offers both first choice and unsold inventory, with unsold inventory rarely exceeding one third of the total inventory posted.

continued on AB 14



Psst... are you listening?

Here's an announcement you won't want to miss! BroadcastAmerica.com is now playing at a computer near you. Click on direct links to outstanding sites such as BroadcastMusic.com, BroadcastSports.com, NewscastNow.com, and BroadcastTalk.com, and you'll see why BroadcastAmerica.com is fast becoming the largest Web-based broadcasting company in the world.

Phone: 207-773-9447

Fax: 207-773-9828

Email: broadcast@broadcastamerica.com


BroadcastAMERICA.com
INTERNETWORKS

It's evolution not revolution

Like BuyMedia.com, Masarek considers AdOutlet.com to be a communications platform that simplifies the buying process. He also believes that the service is "less revolutionary and more evolutionary and it is simply an acceleration of what's been happening anyway." Using the Internet to sell inventory gives stations broader distribution breadth. Rather than be limited by the extent of their sales force and rep firm, Masarek says that using the Internet as an additional sales channel makes perfect sense. "Portions of media are appropriately served through a direct sales force. But there's also very large proportions of media that can be more efficiently served through electronic channels."

AdOutlet.com also hopes to address the challenges associated with the proliferation of media and the accompanying fragmentation of media. "You have a situation where media is more difficult to buy because there are more places to buy it, but with fragmentation, you can't buy as much reach in one property."

Confidentiality of the sale retained

Stations can choose to post their inventory together with the price, or they can have it coded into the system but hidden from the buyers' view. But regardless of whether or not the buyers can see the price, AdOutlet.com knows what the stipulated price is.

For example, a station could give its published rate of \$20 or not give a rate, but in actuality, its threshold price is \$10. The \$10 is then coded into the site. If 10 different buyers are logged on at the same time and are viewing the same inventory, and one buyer makes an offer of \$11, the system automatically awards that spot to that buyer. The system accepts the first higher than threshold price offer and does not make allowances for the very real possibility that one of the other nine buyers may offer a better price.

Masarek says that by using this method, the website has overcome the unique challenge of retaining the confidentiality of a sale in the "context of public distribution." He adds, "We think this is very powerful because this is a way we can encourage a radio station who is always very concerned about selling privately."

AdOutlet has 4,500 registered media buyers using their service and that number is climbing. Masarek says the company has grown rapidly thanks to a "substantial cadre of very senior people on the management side-seven officers-each averaging over 20 years of experience." In addition to Masarek, the Columbus, OH-based company is led by founders **John Detwiler**, President, and **Eric Place**, EVP. AdOutlet also has an advisory council of industry experts guiding its course.

Media Index

Radio regains share in August

by Carl Marcucci

While down almost two points in July, Radio's share of the media pie was a bigger bite in August, up to 18.56% from 17.09%. Some of the biggest gainers were Automotive, Communications/Cellular, Internet/e-commerce, Television and Music Stores/CDs/Videos.

RBR/Miller Kaplan Total Media Index

August 1999 (Expenditures in 000)

Category	Radio	TV	Newspaper	Total Media	Radio% of Total
Automotive	50,609,730	183,892,106	191,541,111	426,042,947	11.88%
Restaurants	16,132,290	58,502,188	3,145,288	77,779,766	20.74%
Department Stores	14,365,669	27,663,765	90,969,575	132,999,009	10.80%
Foods	7,804,910	36,185,429	1,195,725	45,186,064	17.27%
Communications/Cellular	19,775,821	27,510,671	37,288,573	84,575,065	23.38%
Furniture	7,845,405	19,781,261	29,959,809	57,586,475	13.62%
Financial Services	14,460,699	16,980,006	35,291,385	66,732,090	21.67%
Movies/Theater/Concerts	10,749,027	25,533,525	25,028,346	61,310,898	17.53%
Grocery Stores	10,185,494	11,536,602	16,803,739	38,525,835	26.44%
Appliances & Electronics	5,069,030	8,451,683	36,158,649	49,679,362	10.20%
Hotel/Resorts/Tours	4,352,673	5,356,008	33,293,748	43,002,429	10.12%
Drug Stores/Products	5,503,059	17,069,457	10,230,035	32,802,551	16.78%
Computers/Office Equipment	8,122,918	9,624,196	21,452,879	39,199,993	20.72%
Specialty Retail	18,479,798	26,120,725	32,606,950	77,207,473	23.94%
Health Care	9,220,786	14,812,335	11,130,997	35,164,118	26.22%
Auto Parts/Service	5,877,687	9,874,076	7,000,856	22,752,619	25.83%
Music Stores/CDs/Videos	4,571,195	7,451,718	1,988,562	14,011,475	32.62%
Transportation	2,951,367	4,332,120	10,580,927	17,864,414	16.52%
Entertainment-Other/Lottery	9,055,681	9,872,297	4,227,134	23,155,112	39.11%
Home Improvement	4,274,255	9,669,355	9,425,252	23,368,862	18.29%
Professional Services	8,860,622	10,274,689	8,482,366	27,617,677	32.08%
Beverages	15,956,311	19,497,776	1,493,230	36,947,317	43.19%
Television	9,727,064	4,639,354	10,530,059	24,896,477	39.07%
Personal Fitness&Weight Ctrs.	807,212	3,773,829	981,287	5,562,328	14.51%
Publications	3,577,329	2,789,672	33,893,495	40,260,496	8.89%
Internet/E-Commerce	18,367,067	12,381,590	9,849,008	40,597,665	45.24%
TOTAL	286,703,099	583,576,433	674,548,985	1,544,828,517	18.56%

*Based on Media Market X-Ray composite data for 15 markets (Atlanta, Charlotte, Cleveland, Dallas, Houston, Minneapolis-St. Paul, New York, Philadelphia, Pittsburgh, Portland, OR, Providence, Sacramento, San Diego, San Francisco, Seattle). Newspaper and television data compiled by Competitive Media Reporting and radio data compiled by Miller, Kaplan, Arase & Co., CPAs. For further information contact George Nadel Rivin at (818) 769-2010.

 a new millennium ...

 a new way to generate revenue ...

 launching january 2000.

Starting this January **broadcastspots.com**
will give you a way to wipe out your unsold inventory.

Sign up with **broadcastspots.com** today and first quarter you won't have to scramble to sell your unsold spots.

As a **broadcastspots.com** affiliate, you can **post your unsold inventory** on our website, where media buyers coast to coast can **purchase it on the spot, 24/7**. To sign up, or to get our **FREE INFORMATION VIDEO or CD-ROM**, contact John Cravens by email jcravens@broadcastspots.com, phone (630) 654-0222 or fax (630) 789-0102.

Don't get left out in the cold. Become a **broadcastspots.com** affiliate and heat up your first quarter sales.

Maximizing media revenue.

broadcastspots.com



As We Begin The New Century,
**The Radio Network For The
New Millennium Is Already Here!**



Exclusive Reach

AMFM's strong FM affiliate base delivers many stations unaffiliated with any other network — over 38% exclusive audience.



Top Stations

AMFM's affiliates include major market metro stations that generally lead their market in ratings and formats.



Top Demo Targets

AMFM's advertising networks are #1 in many key demographic groups including females and young adults — providing minimum out-of-demo waste.

New York
917-206-8900

Chicago
312-202-8850

Los Angeles
323-966-5087

San Francisco
415-281-2420

Detroit
248-614-7064

Atlanta
404-365-3054

Dallas
972-239-6220



BROADCAST INVESTMENTS™

Dec 8—RBR Stock Index 1999

Company	Mkt:Symbol	12/1/99 Close	12/8/99 Close	Net Chg	Pct Chg	12/8/99 Vol	Company	Mkt:Symbol	12/1/99 Close	12/8/99 Close	Net Chg	Pct Chg	12/8/99 Vol
Ackerley	N:AK	16.500	16.375	-0.125	-0.76%	7000	Infinity	N:INF	36.125	40.250	4.125	11.42%	1234800
Alliance Bcg.	O:RADO	0.265	0.344	0.079	29.81%	35000	Jeff-Pilot	N:JP	67.625	66.063	-1.562	-2.31%	244300
Am. Comm. Ent.	O:ACEN	5.125	3.125	-2.000	-39.02%	44800	Launch Media	O:LAUN	17.813	18.000	0.187	1.05%	62400
Am. Tower	N:AMT	26.500	27.938	1.438	5.43%	1486000	NBG Radio Nets	O:NSBD	1.750	1.469	-0.281	-16.06%	28900
AMFM Inc.	N:AFM	70.125	74.938	4.813	6.86%	913000	New York Times	N:NYT	40.125	45.813	5.688	14.18%	973400
Belo Corp.	N:BLC	18.000	19.250	1.250	6.94%	703100	Pinnacle Hldgs.	O:BIGT	28.500	34.188	5.688	19.96%	259100
Big City Radio	A:YFM	4.625	4.375	-0.250	-5.41%	5600	Radio One	O:ROIA	64.125	84.250	20.125	31.38%	224100
CBS Corp.	N:CBS	52.375	57.875	5.500	10.50%	2399000	Radio Unica	O:UNCA	25.000	23.250	-1.750	-7.00%	110300
Ceridian	N:CEN	20.750	20.625	-0.125	-0.60%	1272000	RealNetworks	O:RNWK	141.500	152.688	11.188	7.91%	1078500
Citadel	O:CITC	50.125	52.250	2.125	4.24%	56200	Regent Pfd.	O:RGCIP	11.625	11.000	-0.625	-5.38%	3900
Clear Channel	N:CCU	81.000	85.500	4.500	5.56%	1465600	Saga Commun.	A:SGA	24.750	26.125	1.375	5.56%	63600
Cox Radio	N:CXR	74.563	80.125	5.562	7.46%	51600	Salem Comm.	O:SALM	16.938	20.750	3.812	22.51%	237100
Crown Castle	O:TWRS	20.250	22.063	1.813	8.95%	497500	Sinclair	O:SBGI	12.000	10.375	-1.625	-13.54%	941000
Cumulus	O:CMLS	41.750	42.500	0.750	1.80%	462500	Sirius Sat. Radio	O:CDRD	26.563	25.375	-1.188	-4.47%	330100
DG Systems	O:DGIT	4.125	5.906	1.781	43.18%	1002600	Spanish Bcg.	O:SBSA	32.500	33.500	1.000	3.08%	504100
Disney	N:DIS	28.000	27.250	-0.750	-2.68%	9542300	SpectraSite	O:SITE	8.375	8.563	0.188	2.24%	380800
Emmis	O:EMMS	81.063	92.625	11.562	14.26%	128800	SportsLine USA	O:SPLN	48.375	50.188	1.813	3.75%	1068100
Entercom	N:ETM	57.313	64.438	7.125	12.43%	198200	TM Century	O:TMCI	0.719	0.719	0.000	0.00%	0
Fisher	O:FSCI	62.000	58.250	-3.750	-6.05%	0	Triangle	O:GAAY	0.035	0.035	0.000	0.00%	0
FTM Media	O:FTMM	11.875	10.375	-1.500	-12.63%	200	Tribune	N:TRB	49.250	52.875	3.625	7.36%	1472800
Gaylord	N:GET	30.188	30.000	-0.188	-0.62%	8900	WarpRadio.com	O:WRPR	4.625	4.625	0.000	0.00%	0
Harris Corp.	N:HRS	21.500	23.063	1.563	7.27%	383300	Westwood One	N:WON	55.688	58.313	2.625	4.71%	181300
Hearst-Argyle	N:HTV	22.188	25.125	2.937	13.24%	130400	WinStar Comm.	O:WCII	51.063	59.625	8.562	16.77%	3536200
Hispanic Bcg.	O:HBCCA	80.438	84.438	4.000	4.97%	292700	XM Satellite	O:XMSR	26.000	25.875	-0.125	-0.48%	68100

Launch adds EMI videos

Dow Jones—In the latest deal using its back catalogue as collateral, EMI Recorded Music, a unit of London-based EMI Group PLC, said it signed an agreement with Launch Media (O:LAUN) to offer music videos from EMI's video library over the Internet.

EMI is taking a small equity stake in Launch as part of the deal. Launch is a California-based digital media company.

Launch will have the right to broadcast online music video selections from EMI labels, including Virgin, EMI, Capital Records, Astralwerks, Priority, Angel and Blue Note on the Launch.com Web site.

Artists under the EMI umbrella range from **Robbie Williams**, the Spice Girls, Beastie Boys and Smashing Pumpkins to the Beatles and Rolling Stones.

© 1999 Dow Jones & Co.

Saga splitting stock

Saga Communications (A:SGA) is splitting its stock five-for-four effective Wednesday (12/15) for shareholders of record as of 11/30.

Emmis invests in BuyItNow.com

Emmis (O:EMMS) CEO Jeff Smulyan may have taken things a bit too literally when he pointed his Internet browser to BuyItNow.com. BuyItNow he did—\$5M worth of the web site's stock. The Emmis investment is viewed as a step toward creation of a radio industry Internet portal—an effort that Emmis has been spearheading with other groups. BuyItNow.com already has some big name investors, including Clear Chan-

nel (N:CCU), GE's (N:GE) NBCi and **Steve Lehman's** e4L Inc. (N:ETV).

Salem adds streaming web content

Salem Communications (O:SALM) has acquired, for an undisclosed price, ICRN.com—doubling the number of religious ministries streaming on Salem's OnePlace.com to 120. ICRN.com had been owned by The Domain Group, a direct-response ad agency based in Seattle.

Interop IPO priced at \$12

Interop National Radio Sales (O:IREP) sold \$65M in stock as its IPO was priced 12/8 at \$12 per share. The offering of slightly more than 5.4M shares was priced right in the middle of the projected range of \$11-13 (*RBR* 11/15, p. 12). Some of the shares were being sold by Interop's Employee Stock Ownership Plan, but the company expects to net \$48.7M from the newly minted shares it sold, with the ESOP netting \$11M.

Interop CEO **Ralph Guild** completed his road show and took the company public just a few days after clearing up one of the lingering questions about his company: What would happen to its second largest client, Clear Channel (N:CCU)? To no one's surprise, Clear Channel decided to move its 225 stations which are currently repped by Interop's Clear Channel Radio Sales to Katz Radio Group—a company Clear Channel will own once its pending acquisition of AMFM (N:AFM) closes in late 2000. Katz currently reps the former Jacor stations which are now part of Clear Channel, as well as all of the AMFM stations.

Infinity Broadcasting (N:INF), which accounted for 29% of Interop's 1998 revenues, continues to be the firm's largest client. **Underwriters:** BancBoston Robertson Stephens, Bear Stearns & Co., HCFP/Brenner Securities, SPP Capital Partners

by Jack Messmer & Dave Seyler

Citadel fortifies in Michigan, Northeast

Larry Wilson's Citadel Broadcasting Co. has cut a pair of deals which will bring it 11 stations in four markets, although two of them will have to be resold.

The larger of the two deals is the purchase of Liggett Broadcast Inc. in a stock/cash deal expected to be worth about \$120.5M. It will also result in the addition of seller **Robert G. Liggett, Jr.** to the Citadel board of directors.

Coming from Liggett are stations in three Michigan markets. The lynch pin of the deal is a 1AM/5FM superduopoly in the Michigan capital of Lansing which is by far the dominant cluster in the market. Additionally, Citadel will receive a competitive FM standalone in Flint, MI and a pair of FMs in Saginaw. The latter two stations will be going right back on the block, however, since Citadel has no room for any extra FMs in that market.

The second deal will put \$24.5M in the pocket of Montachusett Broadcasting's **Robin Martin** in exchange for an FM duopoly in Worcester MA. In addition to covering even more territory in New England, Citadel will be in second place to AMFM/Clear Channel's standard combo in a market which as yet has been untainted by the superduopoly revolution. Broker: (Worcester) **Peter Handy**, Star Media Group

RBR observation: The three markets in which Citadel will be able to keep stations have much in common. For starters, size. In Arbitron's just-released Fall 12+ population rankings, Worcester is #110, Lansing #115 and Flint #119. Secondly, all three surrender a significant amount of measured listening to below-the-line stations from bordering markets, and as

such have an artificially low number of stations available which are considered home to the market.

Citadel has nothing to worry about in Lansing, but it will take some doing to consolidate its new holdings in the other two. This is particularly true in Flint, where Connoisseur (pending to Cumulus) and Regent have already stuck umbrellas in most of the prime beachfront property.

Radio One goes for FM number two in Philadelphia

With standalone, locally-owned major market radio stations becoming rare as hen's teeth, Philadelphia was unique for having the nation's #1 and #2 billing stations in that category. No more. Long-time owner **Daniel Lerner** is selling WPLY-FM to Radio One (O:ROIA) for \$80M.

That leaves **Jerry Lee** and partner **David Kurtz** with WBEB-FM—far and away the top-billing standalone, non-group station anywhere (they make the top 50 group owners list without having a group). Lee told *RBR* he might be interested in selling...in about 30 years, when he's into his 90s and thinking about retirement. "I intend to be the last man standing," he said.

What Radio One gets from Lerner's Greater Media Radio Company is an Alternative station that's been on the rebound since the "other" Greater Media abandoned a format fight and flipped WXXM-FM to R&B Oldies a few months ago. The buyer is projecting that WPLY will have revenues of \$10.8M in 2000 and cash flow of \$4.8M.

"If you look at the cash flow that this is going to do next year, it's a better deal than anything coming out of Clear Channel." Radio One CEO **Al Liggins** told analysts and reporters 12/3. Liggins said he'll stick with WPLY's Alternative format and noted that it pairs up well in young demos with Radio One's Urban WPHI-FM. Broker: Peter Handy, Star Media Group

RBR observation: 16.66 times next year broadcast cash flow is looking downright reasonable compared

Frank Washington of
Wilmington WJBR-FM LLC

has agreed to transfer the assets of

WJBR-FM
Wilmington, Delaware

for

\$32,400,000

to

Steven Dinetz, Carl Hirsch and Skip Weller of
NextMedia

**Star
Media
Group, Inc.**

**"Radio's Full Service
Financial Specialists"™**

5080 Spectrum Drive, Suite 609 East • Dallas, TX 75248 • (972) 458-9300

to what "the buzz" is saying about prices for the top prizes in the pending Clear Channel (N:CCU)-AMFM (N:AFM) sale of spin-off stations. KKBT-FM Los Angeles is all but guaranteed to set the price record for a single station sale. A multiple in the very high teens could push it over the \$400M mark.

Cumulus deals updated

RBR's sleuths have been pouring over SEC filings and came up with additional details about a couple of recent deals by Cumulus Media (O:CMLS)

Regarding Cumulus' LMA with purchase option for WDUZ-AM & WQLH-FM Green Bay, WI (RBR 9/27, p. 12), the purchase option is effective 3/15/2003 to 9/15/2004. If Cumulus exercises the purchase option, it will pay **Ben Laird** \$7.25M for the combo. In addition, Laird has a right from 3/15/2002 to 3/14/2003 to require Cumulus to buy the stations for \$7M.

As we suspected, Cumulus' deal to acquire Broadcast Software International (RBR 9/6, p. 6) involved little cash, but plenty of stock. BSI principals **Ron Burley** and **Frank Kleckner** got \$500K in cash and 152,636 shares of Cumulus stock. When the final contract was executed on 9/15 those shares were worth \$4.9M, but they're now worth more than \$5.7M.

Swapping in Tampa Bay

Clear Channel (N:CCU) and **Mark Jorgenson's** Concord Media Group are swapping AM signals in the Tampa-

St. Petersburg market. Clear Channel will get the 620 kHz slot, licensed to St. Petersburg, which is occupied by WSAA-AM. Concord will get the 570 kHz slot, licensed to Pinellas Park, which is currently occupied by WHNZ-AM. Concord will also get \$1M cash.

New Mexico groups unite

Dewey Matthew Runnels and **Phillip Runnels** are rolling up their holdings into a single company, Runnels Broadcasting System LLC. The Luhan Family LP, which is currently Phillip Runnels' partner, will be cashed out for \$180K and the post-merger company will be owned 67.5% by Dewey and 32.5% by Phillip.

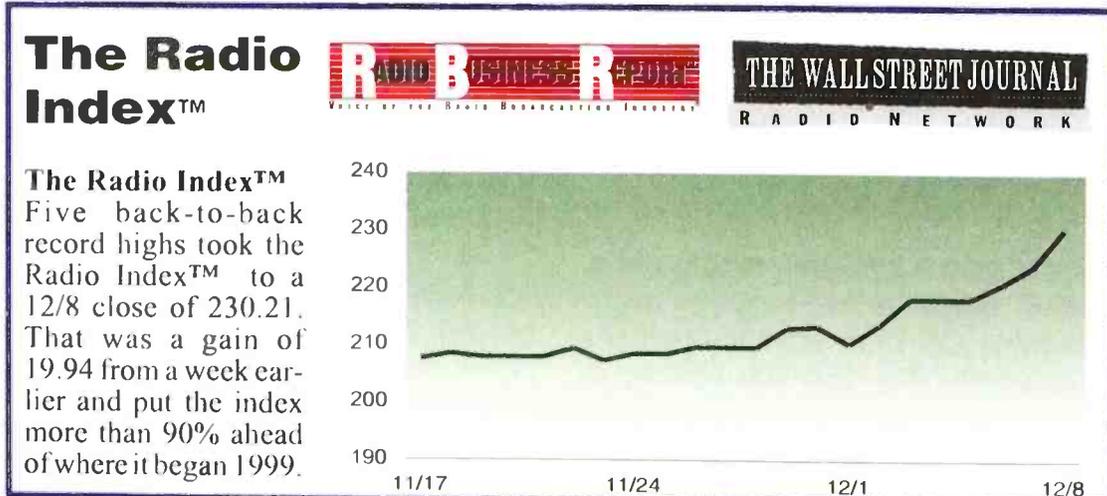
The combined company will own KRSY-AM & FM Roswell-Carlsbad, NM, KPSA-AM & FM & KNMZ-FM Alamogordo-La Luz, NM and KNFT-AM & FM & KQTN-FM Silver City-Bayard-Lordsburg, NM.

Memphis seller switches buyer

It's not every day you see a non-profit Religious group outbid Clear Channel (N:CCU), but it's happened in Memphis. Clear Channel's deal to buy WYLT-FM Byhalia, MS for \$1.1M (RBR 6/7, p. 14) has fallen apart. Now the station will stick with its Religious format and the seller, the Estate of **Albert Crain**, is getting a bigger check. Educational Media Foundation, headed by Richard Jenkins, is buying the station for \$1.4M. **Broker: John W. Saunders**

RBR's Deal Digest

Entercom (N:ETM) confirms that it is buying five Wichita stations for \$8M (RBR 9/27, p. 12). **Broker: Doug Ferber, Star Media Group...** **Bob Sherman's** and **Bob Pittman's** Roberts Radio is entering Santa Fe, NM with a \$1.65M buy of Vista Broadcasting's KSFQ-FM. **Broker: Norman Fischer & Associates...** **Woody Stover's** Southern Broadcast Group is buying WQHL-AM & FM Live Oak, FL from Day Communications for \$2.375M. He's also buying M&M's WBHB-AM & WRDO-FM Fitzgerald, GA, WKAA-FM Ocilla, GA and WKZZ-FM Tifton, GA for \$2M. **Broker: (both deals) Scott Knoblauch and George Reed, Media Services Group**



CLOSED!

KIT/KATS/KQSN
& KMWX/KFFM
Yakima, Washington
and
KKXL(AM/FM),
KQHT(FM), KSNR(FM)
& KJKJ(FM)
Grand Forks, North Dakota
from
Companies Controlled
by Tom Ingstad
to
Clear Channel
Communications
for
\$19,710,000

Elliot B. Evers
and
Charles E. Giddens
represented the Seller.

BRIAN E. COBB
202-478-3737

CHARLES E. GIDDENS
941-514-3375

ELLIOT B. EVERS
415-391-4877

RADIO and TELEVISION
BROKERAGE • APPRAISALS



MEDIA VENTURE
PARTNERS

4 AM's For Sale
WPAO/WRTK/WBZY
 Youngstown, Ohio
WZNZ
 Jacksonville, Florida

Jorgenson
 Broadcast  Brokerage

Mark Jorgenson **Peter Mieuli**
 (813) 926-9260 (408) 996-0496
 Tampa San Jose

HAMMETT & EDISON, INC.
 CONSULTING ENGINEERS
 RADIO AND TELEVISION

Serving the broadcast industry since 1952...
 Box 280068 • San Francisco • 94128



707/996-5200
 202/396-5200
 engr@h-e.com
 www.h-e.com

"Mona's FCC and broadcast services are fast, accurate and on the mark."

—Ray Stanfield, Broker
 Ray Stanfield & Associates, Mission Hills, CA

"When we need information fast, Mona performs."

— Jim Brewer, Sr.
 Brewer Broadcasting, Chattanooga, TN

SuperDuopoly has hit!
Are you ready?
 If so call...

MONA WARGO

Independent Research Analyst
 Broadcast & Telecommunications

703.243.9352 • 703.243.5795 (fax)
 1600 North Oak Street, Suite 1401 Arlington, VA 22209
 E-Mail: monawargo@geocities.com
 Website: www.geocities.com/Eureka/Park/3412

rbr.com
 rbr.com
 rbr.com
 rbr.com
 rbr.com

TRANSACTION DIGEST™

by Jack Messmer & Dave Seyler

The deals listed below were taken from recent FCC filings. *RBR's Transaction Digest* reports on all deals that involve assignment of a station license (FCC Form 314) and substantial transfers of control of a licensee via a stock sale (FCC Form 315), but not internal corporate restructurings (FCC Form 316). All deals are listed in descending order of sales price.

\$44,000,000 WFNC-AM & FM, WQSM-FM & WRCQ-FM Fayetteville NC (Fayetteville-Lumberton-Dunn NC) and **WGNI-FM & WMNX-FM** Wilmington NC from Cape Fear Broadcasting Company (Hannah Gage) to Cumulus Licensing Corp. (Richard Weening, Lew Dickey Jr.), a subsidiary of Cumulus Media (O:CMLS). \$2.2M letter of credit as escrow, \$44M in cash at closing. Transfers existing **superduopoly** in Fayetteville and creates **superduopoly** with WAAV-AM & FM, WQSL-FM, WWQQ-FM & WXQR-FM in Wilmington. LMA since 9/23.

\$15,500,000 WCMS-AM & FM Norfolk VA from WCMS Radio Norfolk Inc. (Marjorie Crump) to Chesapeake Bay Broadcasting LLC (Arthur Kaneb, trusts for various Kaneb family members), part of the Barnstable Broadcasting Group. \$1M escrow, balance in cash at closing. **Superduopoly** with WGH-AM & FM & WFOG-FM. Broker: Kalil & Co.

\$5,550,000 KTUX-FM Shreveport LA (Carthage TX) from KTUX Inc. (Ken Stephens) to Jacor Licensee of Louisville Inc. (Lowry Mays, Randy Michaels), a subsidiary of Clear Channel Communications (N:CCU). \$1.11M downpayment, balance in cash at closing. However, if closing has not occurred by 3/30/2000, an additional payment of \$3.33M is due on that date and monthly interest payments at an annual rate of 6% will be due monthly on the remaining balance of \$1.11M from 4/1/2000 until closing. **Superduopoly** with KEEL-AM, KWKH-AM, KITT-FM, KRUF-FM & KVKI-FM. LMA since 9/24.

\$1,975,000 KXCA-AM, KCEN-AM & FM & KRPT-FM Lawton-Duncan-Anadarko OK from Monroe-Stephens Broadcasting Inc. (Stanton Nelson) to Friends Communications Inc. (Bob Elliot). \$100K escrow, additional \$975K in cash at closing, \$900K note. Existing double **duopoly**. Broker: The Connelly Company

\$1,200,000 KJAM-AM & FM Madison SD from Madison Broadcasting Company Inc. (John Goeman) to Three Eagles of Brookings Inc., a subsidiary of Three Eagles Communications Inc. (Rolland Johnson, Brian Frank, Michael Solomon, Ruki Renov, Rivki Rosenwald, Esti Stahler). \$100K escrow, balance in cash at closing. Note: No contour overlap with KBRK-AM & FM Brookings SD. Broker: Johnson Communication Properties

\$790,000 WMCW-AM Harvard IL from State Line Radio Inc. (Mianne Nelson) to WPW Broadcasting Inc. (Wayne Whalen, David Madison). \$400K in cash at closing, \$390K note.

\$550,000 KGEZ-AM Kalispell MT, 100% stock sale of Skyline Broadcasters Inc. from Ambrose Measure, Dallas Herron, Stephen Breeze, Loraine Measure, Estate of Charles Lee) to Z-600 Inc. (John Stokes). \$20K escrow, balance in cash at closing.

\$350,000 WTHI-AM Terre Haute IN from Emmis 1480 AM Radio License Corporation of Terre Haute (Jeff Smulyan) to Word Power Inc. (Paul, Mark & Eleanor Ford). Donation valued at \$350K. Note: Word Power has agreed to simulcast for one year after closing the audio portion of the daily 6:00-6:30 pm newscast from Emmis' WTHI-TV (Ch. 10, CBS) Terre Haute. Emmis will retain the right to sell the commercial inventory within that half hour.

\$300,000 WNEG-AM Toccoa GA from Lee Street Properties LLP (R.L. White, R. Elliott Caudell) to Chase Broadcasting Inc. (Gordon Van Mol). \$300K note.

\$250,000 WOOO-AM Shelbyville IN from ARS Broadcasting Corp. (Alan Schriber) to RSE Broadcasting LLC (Ron Lienemann, Chairman), a subsidiary of RushShelby Energy Rural Electric Cooperative Inc. (13K+ member/owners). \$25K escrow, balance in cash at closing. Broker: Roehling Broadcast Services

\$215,815 WJCI-AM Champaign-Urbana IL (Rantoul IL) from East Central Illinois Broadcasting Inc. (John Byers) to Vanguard Broadcasting Inc. (Keith Ayers). \$100 cash, assumption of \$50K bank debt and approx. \$165,715 in other liabilities. LMA since 7/27.