

RADIO BUSINESS REPORT

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RADIO NEWS

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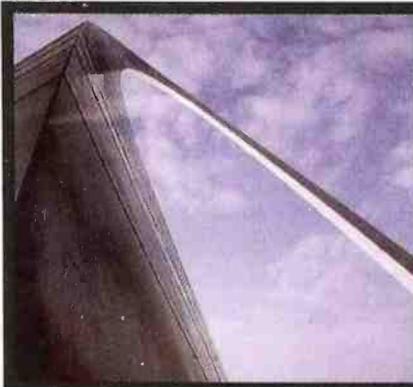
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Meet me in St. Louie...

The Gateway to the West is the latest market to be targeted by fast-growing Radio One. First, though, a power boost is in order.

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Jim Carnegie Publisher
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 Jane Morrison Admin. Assistant
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Congress to Kennard: Back off

by Frank Saxe

Congressional Republicans last week strongly suggested FCC Chair **Bill Kennard** (D) rethink plans to make major changes to radio and TV ownership rules.

The FCC is scheduled to take up ownership changes at its Dec. 17 meeting. Among the proposals, according to *RBR* sources, is placing stricter limit on the number of radio stations that can be held in a market when the company also owns a TV station (*RBR* 11/30, p.2).

"I caution you to reflect carefully on the Commission's duty to implement Congressional directives fully and faithfully and to take no action inconsistent with the expressed will of the Congress," wrote Sens. **John McCain** (R-AZ) and **Conrad Burns** (R-MT).

The Commerce Committee members said the plan is in "direct defi-

ance" of the Telcom Act, which allows common ownership, adding, "As with other issues, the Commission appears ready to substitute its judgment for ours." In a letter to Kennard, they also said such changes could have a negative impact on broadcasting. "Any disruption of established combinations would be highly inequitable and counterproductive and could have a serious adverse affect on the capital markets that are essential to the health of free over-the-air broadcasting," they wrote.

House sources said Rep. **Billy Tauzin** (R-LA) is drafting a similar letter, and is collecting support from his side of the Capitol.

An FCC spokesperson said despite some reports the Commission would delay voting on the changes, it now appears they will decide this month.

'99 pacing strong

Forward pacing is holding strong into the New Year, according to the latest RBR/Miller Kaplan Market Sell-Out percentage report. January is pacing ahead, while December and February are off fractionally from last year's strong sell-out levels.

RBR/Miller Kaplan Market sell-out percentage report

	1998	1997
Dec.1	72.4%	72.9%
	1999	1998
Jan	24.5%	23.9%
Feb.	14.1%	14.9%

Lutheran licenses renewed; attorney wary of new EEO rules

by Jim Allen

Communications lawyer **Richard Zaragoza** was lead counsel of the Lutheran Church's legal team which succeeded in striking down the FCC's Equal Employment Opportunity program. While he says he "supports the FCC's underlying workplace diversity goals," he describes new EEO proposals (*RBR* 11/23, p.2) as "potentially very burdensome."

Following NAACP charges of lack of diversity in the workplace resulting in broadcast licensing delays and voluminous reli-

gion and race-sensitive litigation, the FCC recently renewed the licenses of Lutheran Church-Missouri Synod-owned KFUD-AM & FM, St. Louis. The DC Circuit Court of Appeals' ruling of last April in the church's favor prompted the FCC to rewrite its nearly 30-year-old EEO rules.

"The Lutheran Church had an EEO program in place which they were proud of long before this case. I have not discussed this with the church, and my colleagues and I are still analyzing the NPRM [Notice of Proposed Rule Making], but one initial reaction is my concern that the commission may again be sanctifying process

over results," Zaragoza told *RBR*.

He added, "The Commission continues to require enormous amounts of record keeping such as: who one contacted, referral sources, a requirement to have a certain number of contacts, and a requirement to substitute new ones...It is potentially very burdensome, particularly with respect to documentation."

But FCC spokesman **David Fiske** told *RBR*, "I think the language in the rule making speaks for itself about minimizing burdens and what the rationales are. Of course, we are dealing with trying to minimize the burdens while maintaining the principles."

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Chancellor adds "Jammin' Oldies" in N.Y.

by Carl Marcucci

This may finally help ratings for Chancellor's (O:AMFM) struggling WBIX-FM N.Y.—SVP, Regional Operations **John Fullam** announced the station was the latest to make the switch to its "Jammin' Oldies" R&B Oldies format. It flipped over from Hot AC last Friday (12/4) at a party in Manhattan's Kit Kat Club. Just short of year ago, WBIX flipped to Hot AC from Adult Alternative (RBR 1/26, p. 3).

Kathy Stinehour, current GM of Chancellor's WAXQ-FM N.Y., will replace current GM **Bennett Zier**, who will stay on as a Chancellor senior exec.

Chancellor is bringing more stations into the Jammin' Oldies mix. The format is already in L.A., San Francisco, Dallas and Chicago (RBR 11/9, p.6), where Chancellor Radio President **Jimmy de Castro** recently flipped WRCX-FM (soon to be WYBT or WQBT), now "The Beat," over from Rock. de Castro also helped launch Jammin' Oldies for Capstar (N:CRB) in Austin on KFMK-FM (11/25).

While declining to elaborate, de Castro admitted a Jammin' Oldies network package is likely in the future. Says **Mike Fowler**, GM, WRCX: "They [could] do [it] now because AMFM has some of our inventory anyway. They can package it as a Jammin' Oldies buy and put it on all the stations. Jimmy's plan is to put a lot of these up."

With the successes the format has had so far, look for Chancellor to add more stations to the list. "We really believe we have something very unique with the format, and we know how to do it—in Dallas we went from a 1.7 to a 4.7 25-54, #5 in the market in our third month," said de Castro, who is also looking into Jammin' Oldies for Washington, DC. "We're researching Washington right now. We're looking at that for WGAY." If testing goes well, a possible launch after mid-January is anticipated.

RBR observation: This format is really starting to catch on. Cumulus (O:CMLS) just declassified "Kat Country" WXKT-FM (11/23) for "Love 98, Chattanooga's first and only R&B Oldies station."

DOJ clears billboard buy

Chancellor Media (O:AMFM) closed its \$930M purchase of Whiteco Industries (RBR 9/7, p. 15) last week after getting a green light from DOJ. Antitrust approval came after Chancellor agreed to sell off some of the outdoor company's billboards in Kansas, Pennsylvania, Connecticut and Texas.

"Without this divestiture local and small business consumers for whom outdoor advertising is an essential form of media communication would have paid higher prices for advertising," said **Joel Klein**, Assistant Attorney General and head of DOJ's Antitrust Division in announcing the settlement.

DOJ's complaint and settlement agreement, filed in US District Court in Washington, DC, said adding Whiteco's assets would have given Chancellor Outdoor 100% of the outdoor advertising market in Hartford County, CT. Shares in the other areas of concern ranged from 48% to 88%.—JM

Broadcast veterans heading Journal

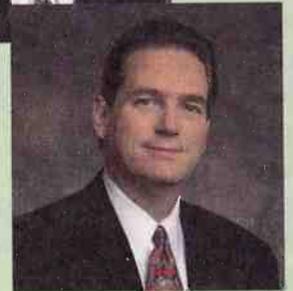
Steven Smith has moved up at Journal Communications, adding the title of Chairman to the CEO designation that he's had since March. Succeeding Smith as President is **Douglas Kiel**, who'd been Exec. VP of the parent company and President of Journal Broadcast Group.

Kiel's former job has been split in two and filled by the promotion of two former Executive VPs at Journal Broadcast Group. **Carl Gardner** is now President-Radio and **Jim Prather** is President-Television.

The chain-reaction was set in motion by the retirement of Chairman **Robert Kahlor**, who'll continue as a member of the board of directors.—JM



Steven Smith



Douglas Kiel

CLOSED
December 1, 1998

Gore-Overgaard Broadcasting, Inc.

has transferred the assets of

WTMR AM Philadelphia, PA

(Camden, New Jersey)

to **Beasley Broadcast Group**

for **\$8,000,000.**

John L. Pierce represented the seller in this transaction.

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Red alert for research

by Frank Saxe

The radio research industry is abuzz with the apparent troubles of the largest research firm, while many wonder whether the woes of one may be an indication of trouble in the business in a post-consolidated age.

Seattle-based The Research Group (TRG) laid off several employees two weeks ago, as long-building financial problems apparently caught up with the venerable research giant (*RBR* 11/30, p.3). Reports also indicated the demise may have been hastened by its inability to pay a note held by Westwood One (O:WONE), which spun the business to employees four years ago. TRG representatives did not return phone calls seeking comment.

But as the fall from grace was being witnessed, most in the research industry believe it is a case of the bully finally getting his due, rather than an indication of what is becoming of research firms.

"They suffered from the IBM complex," said one researcher who believes TRG has been pushing cookie-cutter research on stations for premium rates.

Others report upswing

While TRG apparently was hurt by its close ties with groups such as Shamrock that have since been bought out, others say consolidation has not been a bitter pill for them.

Paragon Research said the past two years have been its most profitable ever. Eagle Research said it too has grown, while Wimmer-Hudson said its growth hit 200% in 1998.

"Regrettably, some research companies are ironically feeling the huge impact of not approaching the consolidation process with a strategy," said **Mike Henry**, managing partner, Paragon. His strategy has been to tie itself to specific stations, not groups, because groups come and go—as so often witnessed in the past two years. It is also a way to pick up a cluster within a market, said Henry, noting his per market revenue has grown since consolidation began.

While many firms say consolidation has been good for business, most are taking no chances. It's diversify or die.

Hudson does research for a cable company, while Paragon also does consumer research for Coors Brewing, Norwest Bank, The Limited and Foley's department stores. Shane Media now counts cable TV companies and farm marketers among his clients.

Even Jacor's (O:JCOR) Critical Mass Media (CMM) has begun dabbling in TV research. "There is no question as time goes on, that we have the infrastructure to move on. We have not hit that point yet," said **John Martin**, president, CMM. It is still unclear what impact Jacor's merger with Clear Channel (N:CCU) will have on CMM.

Needs change

While many GMs may no longer be willing to do focus groups or music testing, many are warming to sales research, particularly as account executives are under more pressure to bring in the bucks.

"People are mindful of how their customers are perceiving consolidation and its impact on the advertiser," said **Greg Lindahl**, president, Eagle Research—a division of Cox (N:CXR).

But for many, research has become a luxury. "They position their clusters as more of a spectrum, so many feel that ongoing research is less important," said **Jay Williams**, CEO, Direct Marketing Results (DMR).

"In many cases, they're making dramatic cuts because they're all looking for ways to save money and bring more to the bottom line," added Hudson. But that strategy can be costly. One group spent \$300K on a TV ad campaign, only to later find out it alienated a core demo. Research which could have avoided the mistake would have cost around \$7K.

Many others are simply trying to do it in-house, said Hudson, who compared it to having DJ's sing jingles. "Radio is under the impression that research is easy to do. It's not. It's a full time job just keeping your database up to date."

"I've watched a lot of my competitors go by the wayside. Consolidation is going to do the same thing to research industry as it's doing to the radio industry itself," said Henry. "There will be fewer but healthier companies."

► RBR News Briefs

► After more than a year of negotiations over an industry-wide SESAC music performance license, SESAC has broken off discussions with the Radio Music License Committee (RMLC). SESAC has sent letters to its licensed radio stations seeking fee increases of 100% over the next five years. "The amount of SESAC music used by radio stations does not warrant the level of fees that SESAC is unilaterally seeking to impose," said **David Hicks**, the chief negotiator for RMLC.—FS

► Good news for broadcasters, bad news for shock jock **Eric "Mancow" Muller**. After hearing arguments in September (*RBR* 9/28, p. 4), the Illinois Supreme Court has allowed the defamation of character lawsuit by former Chicago Bears linebacker **Keith Van Horne** to continue against Mancow, but has thrown out all negligent hiring, supervision and retention claims in the case against former employer Chancellor Media (O:AMFM) and WRCX-FM Chicago.—CM

► Word finally leaked out last week that **Jim Devis** had been forced out at Root Communications more than a month earlier. **Tom Dibacco** is acting CEO and there's no word on when a permanent successor may be named. Devis wouldn't discuss the events which led to his departure, and told *RBR* "I'm not quite sure what I'm going to do."

Meanwhile, Root has dropped its \$8.5M deal to buy seven Blacksburg-Christiansburg, VA stations from **George Beasley** and **Tom Joyner**. Broker **Mike Bergner** has brought in a new buyer, **Steve Garchik**, at \$6.5M.—JM

► **Don Imus** will broadcast live from the New York Stock Exchange next Tuesday (12/15), ringing the opening bell as trading begins for the new Infinity IPO (N:INF). Infinity will encompass CBS' (N:CBS) current radio and outdoor holdings.—CM

► The FCC succeeded in shutting down Free Radio Berkeley, but the *San Francisco Chronicle* reports that a new pirate station has taken its place—Tree Radio Berkeley. The tree house "studio" and 40-watt transmitter are about 50 feet above the ground in a giant redwood at a city park. No word on whether it's using the slogan "Leaf your dial at 104.1."—JM

► Right up his alley, **Art Bell** spent two days last week in Vancouver filming for the Fox (N:FOX) TV series "Millennium." He plays himself in the episode that will air during February sweeps.

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Radio

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Radio's Road Show

Westwood's
Joel Hollander
joins the
upfront fight

by Frank Saxe

Photo Credit Larry Busacca

Network radio's upfront season is now in full gear, and thanks to strong gains in Internet ad dollars, returning blue chip advertisers and a resurgent stock market it may be the most lucrative network radio upfront ever.

Across the board, network radio is reporting strong gains. "We're pacing double digits ahead of where we were last year," said ABC Radio President **Lyn Andrews**.

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AdNews

The bigger the better?
Arbitron re-ranking
may affect advertising
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SyndicationNews

AMFM crosses
finishing line to nab
Kentucky Derby
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Who's spending
what and where
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continued from cover

AMFM Radio Network's **David Kantor** echoed that sentiment. "Because of new clients coming in and the increases in existing clients, we'll be up 20 to 25% over last year."

Leading into upfront, network radio was pacing 28% ahead in October compared to last year, and when the books close on 1998, it's certain to have its first \$700M dollar year.

David Landau, EVP, Premiere, feels tight fourth quarter inventories may help the upfront sales. "Pacing is very hot right now and if [advertisers] wait too long, they'll end up in the scatter marketplace," he said.

Some advertisers say having more networks is not making their jobs any easier. "It's not an easy upfront to be in because a lot of pressure on these companies from Wall Street and they all need to maximize more," said **Natalie Swed Stone**, VP/Network Radio, **The Media Edge**.

But that doesn't mean advertisers are without leverage. "Generally, the more vendors there are the greater is our ability to negotiate rates," said **Alac Gerster**, Media Director, **Grey Advertising**.

In addition to guarantees they will get the desired times, advertisers crave the lower rates upfront can provide. But they may not be getting the bargain-basement prices offered in other years. "They want price security this year, especially because prices have been more volatile over the past year," said Kantor—whose network is selling 40% more ad time upfront compared to '97.



David Kantor

Some agency buyers said they are asked to buy shows they do not want to air commercials on, simply to lock in prime programs. Says Stone: "We need to be tough and be able to select the programming that we want and not necessarily the programming they want."

New competition

New competition has forced many of the old network dogs to learn new tricks. Since last year's upfront, two networks have signed on. Chancellor's (O:AMFM) AMFM Radio Networks launched in January, while Jacor's (O:JCOR) Premiere folded some of its programming into RADAR rated nets.

"There's no question they have an impact on the marketplace," said **Jim Higgins**, SVP/Sales, United Stations Radio Networks. He noticed a slowdown in January, when AMFM's entry "spooked" the markets. "People reacted by pricing lower than they normally would," he noted, adding pricing has since stabilized.

"It did affect business initially and it was a combination of putting a lot more inventory into the market before there was time to create a demand for it," said Andrews, who added, "What is really quite stunning about what has happened is that demand now exceeds that larger supply."

But Landau admits this year will be tougher than last. "It's going to be more competitive. But there's going to be a flight to quality, so we're poised to have a very good upfront."

Who's Hot

American Country Countdown	ABC Radio
Paul Harvey	ABC Radio
Don Imus	Westwood One
Charles Osgood	Westwood One
Tom Joyner	ABC Radio
Casey Kasem	AMFM Radio Networks
Dave Koz	AMFM Radio Networks
MLB Baseball	ABC Radio
Rockline	AMFM Radio Networks
Jim Rome Show	Premiere
Dr. Laura Schelessinger	Premiere
Martha Stewart	Westwood One

Westwood One (O:WONE) CEO **Joel Hollander** also downplayed the effect. "Competition makes you better, it makes you work harder. They're doing what they have to do. We have to concentrate on our business first."

"Our commitment to higher standards and performance is causing them to rethink how they do business," said Kantor, although he won't concede AMFM is having an impact on how much spot time is sold for. "We're all being very aggressive on rates," he said.

In the end, Landau thinks mediocrity will become the big enemy. "Tertiary programs will be hurt. There will always be room for niche programs with quality shows."

"The downside is an increasing confusion for occasional users of network radio as to what the landscape is like today because there are so many players and each has so many offerings," added Gerster.

While network salespeople may disagree, most of their bosses said they have not seen advertisers trying to take advantage of the competition and drive down rates. "There are enough players out there that we should be able to get what we want, and not everybody needs to be bought," commented Stone.

The old rule of thumb for network upfront was to sell 35% of annual billings. But with a strong economy, networks could take their chances and hold onto inventory to sell on the higher-priced scatter market.

"When the economy is strong, it makes the scatter market stronger also," said Hollander, who said WW1 will continue to cut inventories and make its remaining inventory more valuable. Even so, WW1 will likely sell slightly more than its competitors during upfront, while ABC will sell less.

Bigger crumbs

While radio—local, national and network—have all had to share crumbs of ad budgets in the past, increasingly it is a case of working to get more of a budget rather than in on a buy at all. Across the board, network sales forces say they are being greeted by far more open agency doors.

"We only go after traditional true national advertisers who are interested in and use broadcast TV and cable networks because they are truly national vehicles," said Kantor.

Where is that money coming from? A lot comes from national retailers, like Sears and JC Penney, plus TV networks looking to lock in spot time for upcoming sweeps. But new doors are also opening thanks to the Internet.

"We're getting more money from traditional packaged goods companies, like Procter & Gamble which is now using radio for 15 different brands," said ABC Radio VP/Sales **Traug Keller**.

Meanwhile, the so-called "dot-coms" are flooding radio airwaves to gain national name recognition. "It's like opening a whole new city filled with retailers," said **Ron Hartenbaum**, CEO, Media America.

TV's fragmentation woes also help radio, as national advertisers are turning to radio as a reach medium. Said Keller: "When you look five years out at primetime TV, it's very scary for the advertisers."

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AdStats

Top 50

Ad dollars flowed in the door from many new clients this year. Here's a listing of the top national spot and network buyers through August. (\$000)

RANK	COMPANY	TOTAL
1	CHATTEM INC	31,534
2	MCI WORLDCOM	29,984
3	WARNER-LAMBERT	26,774
4	GENERAL MOTORS	24,118
5	AT&T CORP	22,670
6	NEWS CORP	22,014
7	READ GENIUS	21,258
8	ALLSTATE	20,920
9	K MART CORP	20,813
10	NAT. AMUSEMENTS	20,354
11	CHRYSLER	20,107
12	SBC COMM	19,770
13	BERK. HATHAWAY	19,495
14	GTE CORP	18,403
15	POLITICAL	18,362
16	JC PENNEY	17,864
17	US GOVT	17,200
18	COMPUSA INC	16,715
19	SPRINT CORP	15,609
20	DIAGEO PLC	15,532
21	PROCTER & GAMBLE	14,627
22	TANDY CORP	14,616
23	US WEST INC	14,604
24	ITO-YOKADO	14,267
25	PHILIP MORRIS	14,035
26	DAYTONHUDSON	13,962
27	BARNES&NOBLE	13,871
28	TIME WARNER INC	13,728
29	SHERWIN-WILLIAMS	13,273
30	SEARS	13,140
31	WALT DISNEY	12,740
32	WRIGLEY GUM	11,914
33	BELL ATLANTIC	11,843
34	AMERICAN HOME	11,734
35	AMERICAN STORES	11,333
36	TELECARD	11,098
37	SCHERING-PLOUGH	10,567
38	FORD	10,435
39	PEPSICO	10,155
40	TRICONGLOBAL	10,154
41	RECKITT	10,032
42	HIMMEL NUTRITION	9,529
43	MOBIL OIL CORP	9,450
44	FORD DEALERS	9,209
45	VLASIC FOODS INTL	9,128
46	XEROX CORP	9,058
47	DOW JONES	8,523
48	GREYHOUND	8,399
49	GENERAL ELECTRIC	8,040
50	POLITICAL ADV	7,934
TOTALS		760,890

Source: Competitive Media Reporting, Interop.

Media Index

Radio's Strongest Categories Get Stronger

by Jack Messmer

Play to your strengths. Radio seems to be heeding that sage advice and claimed larger shares of August ad buying for the medium's traditionally strongest categories. Radio just missed getting half of the dollars spent by beverage advertisers—49.32%. After all, what other medium can reach people while they're getting thirsty outside in the summer heat?

Radio also claimed the lion's share of ad buying to promote TV programming and claimed nearly as much as TV for the "Entertainment-Other/Lottery" category.

Over all, radio's share of ad spending was up a point and a half (20.51%, compared to July's 18.9%) in the 13 markets tracked for the MBR/Miller Kaplan Total Media Index.

RBR/Miller Kaplan Total Media Index

August 1998 (Expenditures in 000)

Category	Newspaper	TV	Radio	Total Media	Radio % of Total
Automotive	55,385	57,624	17,188	130,197	13.20%
Restaurants	1,003	25,746	7,846	34,595	22.68%
Department Stores	33,989	11,581	6,802	52,372	12.99%
Foods	1,253	16,872	3,957	22,082	17.92%
Communications/Cellular	9,860	9,387	7,183	26,430	27.18%
Furniture	8,929	9,637	2,742	21,308	12.87%
Financial Services	8,061	6,446	6,028	20,535	29.35%
Movies/Theater/Concerts	5,554	7,229	4,049	16,832	24.06%
Grocery Stores	6,432	5,296	3,611	15,339	23.54%
Appliances & Electronics	8,546	2,543	2,273	13,362	17.01%
Hotel/Resorts/Tours	8,399	1,577	1,398	11,374	12.29%
Drug Stores/Products	3,185	4,589	2,139	9,913	21.58%
Computers/Office Equipment	7,274	3,234	3,012	13,520	22.28%
Specialty Retail	8,899	12,184	6,128	27,211	22.52%
Health Care	2,014	7,343	3,756	13,113	28.64%
Auto Parts/Service	2,455	4,160	3,372	9,987	33.76%
Music Stores/CDs/Videos	1,172	3,234	2,487	6,893	36.08%
Transportation	4,012	1,906	1,850	7,768	23.82%
Entertainment-Other/Lottery	1,248	4,099	3,879	9,226	42.04%
Home Improvement	5,139	4,340	2,048	11,527	17.77%
Professional Services	2,440	4,714	2,297	9,451	24.30%
Beverages	309	6,553	6,678	13,540	49.32%
Television	2,078	1,934	3,654	7,666	47.67%
Personal Fitness & Weight Centers	201	1,204	308	1,713	17.98%
Publications	8,925	871	1,388	11,184	12.41%
TOTAL	196,762	214,303	106,073	517,138	20.51%

*Based on Media Market X-Ray composite data for 10 markets (Atlanta, Dallas, Hartford, Minneapolis-St. Paul, Pittsburgh, Portland, OR, Providence, Sacramento, San Diego, 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.

Size Matters:

Arbitron reranking could impact advertising

by Frank Saxe

That old adage about the bigger they are, the harder they fall could be applied to markets feeling the effects of Arbitron's recent market reranking. With the addition of Puerto Rico at #13, and population tweaks, many markets fell at least one rank.

Two markets, Cincinnati and West Palm Beach, could feel the biggest impact. Cincinnati fell to #26, out of the top 25; while West Palm slipped from #49 to #51 and out of the top 50. Both the top 25 and top 50 are used as arbitrary cut-off points by some national advertisers.

"Most definitely that can have an adverse impact to a radio station that is looking at potential significant losses in their national dollar yield," said Susquehanna's **Dan Swensson**, GM, WRRM-FM and WVAE-FM Cincinnati.

Across town at Chancellor's WUBE-FM, GM **John Rohm** is not sweating the drop. "In times a little farther back that might have been the case. I don't know by today's standards that happens quite as readily, because advertisers and marketers are more hip to psychographics and demographics."

Because Cincinnati receives more of its revenues from national buys than West Palm Beach, Swensson's worries are not shared by his Florida counterparts. "We're in a really strong, growing market and that will drive things more than the fact that we're up or down," said **Patty Larschan**, GM, WPBZ-FM and WMBX-FM.

The sentiment is shared by **Lee Strasser**, GM of CBS' WIRK-FM and WEAT-FM. "Initially we thought it might impact us, but we've researched it and we don't think that will be the case. This is a vibrant marketplace and it's a place where lots of advertisers will want to be."

One media buyer said she believes there will be additional pressure on West Palm Beach to lower its rates, but don't count on it is Strasser's response. "It won't even be a factor, because demand continues to exceed availability so rates will probably continue to rise."

Rohm said the same holds true in Cincinnati. "They've already reached pretty far into their bag of tricks," he joked, noting stations have long been under pressure to justify their rates to agencies.

Agencies yawn

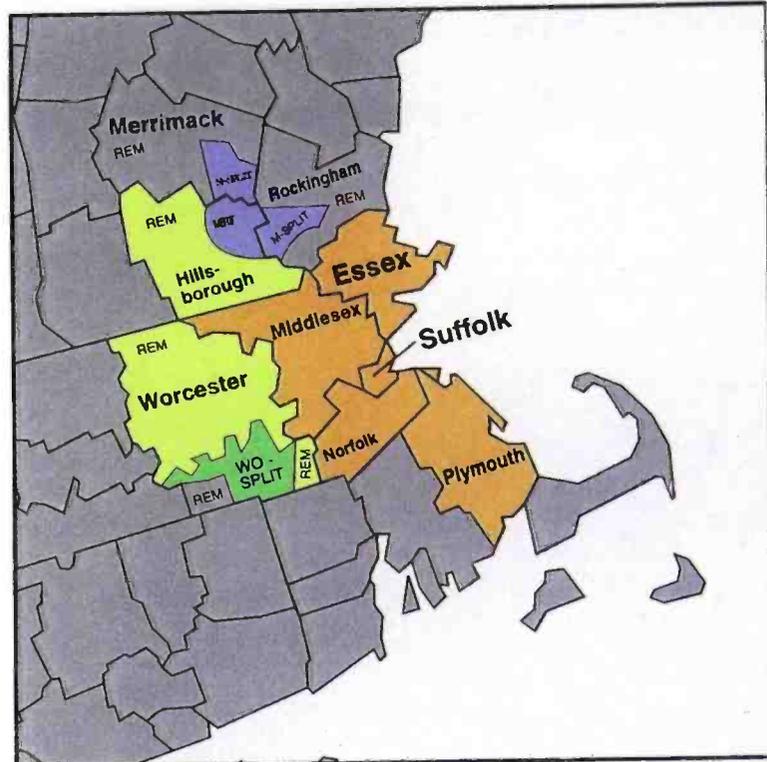
"We couldn't care less if a market goes up or down. We figure that if it goes up, they will try to use it to raise their cost per point," said **Laura Siltor**, Local Broadcast Director, **McCann-Erickson**, New York.

"I don't think it will make as big a difference as it used to," agreed **Bonita LeFlore**, EVP/Director of Local Broadcast, **Zenith Media**, New York. While advertisers used to use the top 25 or 50 markets as a cut-off point, she said Arbitron rank is just one of many components taken into consideration in 1998. Marketers will also look at a market's brand development index, the area's economy and the psychographics of its consumers. "It just doesn't mean as much as it used to, because clients are more sophisticated when they make a decision to buy into a market."

But **Karen Agresti**, SVP/Associate Media Director, **Hill Holiday**, Boston, believes some stations may see a shift in their national dollars. "Obviously, the higher you go up on the food chain, the more national advertisers are interested in you. Sometimes they simply go down the ranker until they run out of money."

Beamin' in Beantown

After years of discussion and lobbying, Arbitron's reranking is the first to reflect Boston's new position after its recent redefinition. Thanks to



© 1998 The Arbitron Company

- Fall 1997 Boston Radio Metro
- TSA geography which qualifies for inclusion in Fall 1998 Boston Radio Metro
- Manchester Radio Metro
- Worcester Radio Metro

the addition of Worcester, MA and southern New Hampshire, Boston climbed from market #10 to #8.

"It is such a strong, healthy market it doesn't really affect day to day business; it's still earmarked as a growth market," assessed **Deborah Kane**, VP/Sales, Entercom, which owns WAAF-FM Worcester.

WAAF GM **Bruce Mittman** was among those leading the charge for the redefinition. He said stations will now have an opportunity to be "reimbursed for audience coverage," pointing out advertisers have been getting a half million extra pairs of ears when they purchased Boston because its suburban listeners were not counted.

Boston stations should not count on loads of new national advertising, however. Many advertisers say they have been there all along. "It's a major market that we would have bought anyway," notes LeFlore.

Hill Holiday's Agresti agrees, while at the same time she realizes higher rates may be in the offing. "Because their audience figures are larger, they could try to pick up higher rates because they'll technically be delivering more people."

But in the wheel-and-deal game of using expectations to negotiate a price, whether or not rates actually do go up remains to be seen. Some indications are that next year's economy will be down, noted Agresti—and that could make it tougher to raise rates.

In the long run, station managers may not have too much to worry about according to **Marla Pirner**, EVP/Director of Research, Interep. "While there is a correlation between market size and revenue, there are many other factors that come into play." She said advertisers also look at a market's economic profile, its age, and the presence of colleges and military bases.

For example, market #50, Austin, TX, has higher national advertising billings than market #40, Greensboro, NC. It seems Austin has above average amounts of professional and technical laborers, a higher proportion of college-education residents, and it skews younger—all characteristics sought after by ad buyers.

AMFM gallops away with Kentucky Derby

After 19 years with ABC Radio Networks, Churchill Downs and Host Communications have signed with Chancellor's (O:AMFM) AMFM Radio Networks to broadcast the 1999 and 2000 Kentucky Derbies. The AMFM/Host Communications partnership will provide a variety of programming opportunities for Churchill Downs, including a broadcast in Spanish, race-day updates, vignettes and a new call-in show 4/30/99, the day before the race. Host also represents the NCAA.

"We hope to get four premier sponsors and offer marketing elements where major-market affiliates can do some promotions and win trips to the derby," said **David Kantor**, CEO, AMFM.

Kantor said he put in a reasonable bid for the "Run for the Roses," but Disney's (N:DIS) ABC chose not to match it.

RBR observation: We find this move by ABC Radio surprising, considering ABC-TV still has the race and the radio side is still building its new ESPN Radio Network.

Dame-Gallagher Network launches

Newly formed Harrisburg, PA-based Dame-Gallagher Network launched its first program, the "Mike Gallagher Show," Dec. 1 as a pre-launch to 10-20 affils, including WGY-AM Albany (main launch is 1/1). The 10A-2P ET 100% barter show "has all the passion of a hot News-Talk, but I don't have one trick pony—I cover many topics, and this is more objective, lifestyle-oriented than political bashing," said former WABC-AM N.Y. host Gallagher.

The Dame-Gallagher Network, spun from Dame Media's (John Dame) group sale to Clear Channel (N:CCU), has plans to develop into a 24-hour Talk net. MediaAmerica is on board to handle national sales.



Unique "Antiques and Collectibles" show hits 45 affils.

Debuted a year ago, but still unique (as far as we know), "The Antiques and Collectibles Show," hosted by **Rich DeRosa** and **Dennis Sheppard**, allows listeners to call in with just about any antique or collectible item and get an estimate of its worth. Listeners looking to find collectibles are shown the way by these experts in their field. The 45-affiliate barter show is offered 11A-Noon ET Saturdays over The Orbit 7 Radio Network. DeRosa and Sheppard rep the show and handle clearances. See them on (www.onradio.net).

"The Movie Show on Radio" to clear in Canada

Produced and Syndicated to 56 US affiliates by **Bob Dane's** ProStar Entertainment, "The Movie Show on Radio" will begin clearing eight Canadian affiliates Jan. 16 with the CHUM Radio Network.

Movie Show #2 is expected to launch in April, targeting Adult Standards/Nostalgia stations. Cross-promotion with the AMC or TCM cable networks is anticipated, according to Dane. NetStar Sales and Marketing is ProStar's rep.

WW1 launches two

Launched 12/4, Westwood One's (O:WONE) "This Week in the NHL" is a weekly half-hour barter feature hosted by sportscaster **Don Criqui**. Along with league coverage and statistics, "This Week" will feature four weekly segments: "Inside the NHL," "Bounce off the Puck," "Cool Hot Shot" and "Heroes of Hockey." The show is scheduled to run for 30 consecutive weeks.

Debuting early '99, "On the Air With **John Tesh**" is a weekly three hour feature for AC stations. Tesh, the multi-million album selling musician, hosts this countdown show that will feature a weekly guest co-host from music, film or television that will take requests and answer listeners' questions. **Phil Collins**, **Celine Dion**, **Elton John** and **Whitney Houston** are expected guests for this barter-only program.



John Tesh

"The Gordon Bros' Weekend Revue" to launch in '99

After six months, "The Gordon Bros. (**Scott** and **Doug** are MDs, **Jason** is an attorney) Weekend Revue" is the #1 talk show in its time slot, 9-11P Saturdays on WDBO-AM Orlando. Planning a national launch Sept. '99, the Gordon brothers may self-syndicate, but are talking to national syndicators and Satellite DARS proponents.

The show features off-the-wall skits and social/political parodies. **Rush Limbaugh** had aired some of their song parodies before they were in radio. The *Orlando Sentinel* called them the "Saturday Night Live of Orlando radio."

"Actually, they're a cross between Dr. Demento and Crossfire," said manager **Robert Jensen**.



AdBriefs

Mancow adds markets

Mancow's Morning Madhouse" now counts eight affiliates with the recent additions of Milwaukee (11/16-WLUM-FM) and Knoxville 10/5-WNFZ-FM).

Success Journal's Chris Whitting writes book

Chris Whitting, now heard on 200 affiliates with his :90 sec. "Success Journal" and two minute Tracking Business Leaders" daily vignettes from flagship WMAQ-AM Chicago, recently authored *21-Day Countdown to Success*, a roadmap to determine what readers' definition of success is and how to attain it. Whitting's Creative Broadcast clears and syndicates, and Premiere handles national sales for both features.

McFly co-hosting Nashville Nights

ones Radio Networks' "Nashville Nights" recently got a co-host for **Dallas Turner** in the form of one **Marty McFly**. McFly, nominated for CMA's Air Personality of the Year, has had stints with KNIX-FM Phoenix, WFLZ-FM Tampa and most recently OM, WGSQ-FM Cookeville, TN. Nashville Nights is consulted by **Rusty Walker**.



Jerry Klein to launch on Abernat

Syndicated by Abernat, Roxben & Boggs Broadcast, **Jerry Klein** of 50kw WBT-AM Charlotte fame ('94-'97) is expected to launch 12/21 on 10 affiliates. Airing weeknights 11P-2A ET, Klein positions himself as "a liberal, but very progressive. I'm not a name-caller and am able to transcend from left to right." Some have compared Klein's style to **Larry King's** previous late-night radio show.

Abernat is handling clearances and national sales on this barter-only program.



Delta Express ads take off

Just in time for the holiday travel season, Delta Express' radio, TV and newspaper ads have hit the airwaves, plugging the bargain division's service to Florida. The multi-million dollar campaign runs in 22 markets and will continue to use Delta's "On Top of the World" tag.

The radio campaign drives home his value message through a humorous approach which plays off the classic packaged goods advertising technique of switching products. So, we hear a voice over announcer whispering, "We've secretly replaced this discount airline with Delta Express."

"We're trying to define Delta Express as an airline that has a different personality than the main Delta Air Lines," said **Roger Rowe**, executive creative director, **Saatchi & Saatchi**, New York. "It also makes the point that we have a sense of humor about ourselves." The carrier is also trying to overcome the public's perception that discount airlines are puddle-jumpers.

In one spot, a little boy exclaims, "Wow—a jet engine!"

Delta added radio to the mix, in part, to cover markets where TV was too expensive.—FS



CBS Taylor-made choice

CBS Plus, CBS' (N:CBS) in-house cross-media unit, has signed Taylor Made Golf as its first client. The 1999 multi-million dollar campaign will put ads across five CBS divisions, and it is the first time the company will use radio and outdoor advertising.

"We sent RFPs to 11 media companies, and at the end of the day, CBS Plus gave us the most value and the most creativity for our budget," said **Debra Marrano**, Assoc. Media Director, **Bozell Worldwide**, Los Angeles.

CBS Plus was formally launched Nov. 5, and is designed to capitalize on CBS' diverse media holdings. The idea for the program was born after CBS signed a one-year, multi-million dollar cross-media deal with Pennzoil in August (*RBR* 8/10, p.6).

"It has the potential to bring new advertisers to radio," said CBS Radio President **Dan Mason**. "Traditionally, radio has done a decent job on the ad side of advertising, but I don't know if we've done a real good job on sales and marketing to get what's available for promotional and new money."—FS

Radio Production

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212-373-8180

Chicago
312-202-8850

Los Angeles
213-852-3002

Detroit
248-614-7064

Dallas
972-239-6220



Top Stations

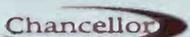
AMFM's affiliates include dominant Chancellor and Capstar stations that generally lead their market in ratings and formats.



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.

The Radio Network For The New Millennium

A Division of  **Chancellor** Media Corporation

Dec 2—RBR Stock Index 1998

Company	Mkt:Symbol	11/24 Close	12/2 Close	Net Chg	Pct Chg	12/2 Vol (00)	Company	Mkt:Symbol	11/24 Close	12/2 Close	Net Chg	Pct Chg	12/2 Vol (00)
Ackerley	N:AK	18.187	18.188	0.001	0.01%	45	Hefel Bcg.	O:HBCCA	47.625	46.500	-1.125	-2.36%	666
Alliance Bcg.	O:RADO	1.062	1.125	0.063	5.93%	431	Jacor	O:JCOR	60.937	59.875	-1.062	-1.74%	3116
Am. Tower	N:AMT	24.437	24.000	-0.437	-1.79%	1978	Jeff-Pilot	N:JP	72.625	68.188	-4.437	-6.11%	1213
AMSC	O:SKYC	4.750	4.688	-0.062	-1.31%	1256	Jones Intercable	O:JOINA	30.937	32.438	1.501	4.85%	1025
Belo Corp.	N:BLC	19.000	19.375	0.375	1.97%	1190	Metro Networks	O:MTNT	38.000	38.750	0.750	1.97%	314
Big City Radio	A:YFM	4.875	4.750	-0.125	-2.56%	133	NBG Radio Nets	O:NSBD	1.218	1.062	-0.156	-12.81%	167
Broadcast.com	O:BCST	70.000	61.625	-8.375	-11.96%	1503	New York Times	N:NYT	32.312	31.062	-1.250	-3.87%	2303
Capstar	N:CRB	17.875	18.312	0.437	2.44%	1285	News Comm.	O:NCOME	0.656	0.656	0.000	0.00%	0
CBS Corp.	N:CBS	29.125	31.375	2.250	7.73%	34039	OmniAmerica	O:XMIT	25.625	25.875	0.250	0.98%	225
CD Radio	O:CDRD	37.062	38.250	1.188	3.21%	3553	Otter Tail Power	O:OTTR	39.750	39.781	0.031	0.08%	89
Ceridian	N:CEN	63.437	67.438	4.001	6.31%	4703	Pacific R&E	A:PXE	1.875	1.500	-0.375	-20.00%	312
Chancellor	O:AMFM	38.562	39.000	0.438	1.14%	22099	Pulitzer	N:PTZ	82.250	80.562	-1.688	-2.05%	154
Childrens Bcg.	O:AAHS	3.125	3.062	-0.063	-2.02%	290	RealNetworks	O:RNWK	39.500	35.938	-3.562	-9.02%	5015
Citadel	O:CITC	24.500	25.000	0.500	2.04%	570	Regent Pfd.	O:RGCIP	5.750	6.000	0.250	4.35%	32
Clear Channel	N:CCU	49.625	48.750	-0.875	-1.76%	6422	Saga Commun.	A:SGA	19.625	18.875	-0.750	-3.82%	56
Cox Radio	N:CXR	39.687	38.188	-1.499	-3.78%	1090	Sinclair	O:SBGI	12.000	12.875	0.875	7.29%	12995
Crown Castle	O:TWRS	11.312	13.312	2.000	17.68%	1424	SportsLine USA	O:SPLN	15.375	17.000	1.625	10.57%	3605
Cumulus	O:CMLS	12.937	12.750	-0.187	-1.45%	1198	TM Century	O:TMCI	0.437	0.437	0.000	0.00%	0
DG Systems	O:DGIT	2.937	3.750	0.813	27.68%	327	Triangle	O:GAAY	0.032	0.033	0.001	3.13%	7310
Disney	N:DIS	29.812	31.250	1.438	4.82%	45720	Triathlon	O:TBCOA	11.125	11.375	0.250	2.25%	22
Emmis	O:EMMS	33.250	35.938	2.688	8.08%	906	Tribune	N:TRB	64.375	61.688	-2.687	-4.17%	3964
Fisher	O:FSCI	68.000	69.000	1.000	1.47%	15	Westover	A:WTW	23.125	25.250	2.125	9.19%	425
Gaylord	N:GET	29.062	29.938	0.876	3.01%	86	Westwood One	O:WONE	27.250	26.188	-1.062	-3.90%	659
Granite	O:GBTVK	6.687	5.875	-0.812	-12.14%	7916	WinStar Comm.	O:WCII	29.062	26.375	-2.687	-9.25%	6368
Harris Corp.	N:HRS	38.562	37.438	-1.124	-2.91%	5692							

OmniAmerica delays meeting

Shareholders of OmniAmerica (O:XMIT) were scheduled to convene this Friday (12/11) for their annual meeting. However, with a \$397M merger with American Tower (N:AMT) now pending (*RBR* 11/23, p. 12), the meeting has been postponed until May 14, 1999. Since the merger is expected to close in Q1, which ends March 31, the May 14 date may prove to be only theoretical.

Dodge buys Bracket Master

It may sound like a late-night TV infomercial product, but what Bracket Master makes is tower hardware—the brackets that hold antennas and other items to towers. **Steve Dodge's** American Tower (N:AMT) is paying \$1.5M for the Florida-based manufacturer.

Gaylord flush with cash

Santa came early to Gaylord Entertainment Co. (N:GET), dropping off a \$100M check—the first payment on a 10-year note from the 1995 sale of Gaylord's cable TV systems to Charter Communications. If all goes as expected, even more cash should be coming this month, as a result of **Paul Allen's** \$4.5B buyout of Charter. Gaylord said it expects to receive an additional \$140M to pay off the note, plus about \$130M for the value of its equity participation rights from the deal. All in all, Gaylord expects to book an after-tax gain of approximately \$95M from the Charter deal.

Bug boosts mouse shares

Dow Jones—The strong box-office of "A Bug's Life" seems to have sparked investor excitement in the shares of its co-producers Walt Disney Co. (N:DIS) and Pixar (O:PIXR). Both gained Monday (11/30) as profit-taking sent the broader market lower.

The computer-animated "A Bug's Life" opened last Wednesday (11/25) and topped domestic box-office for the five-day Thanksgiving holiday weekend with about \$47M, exceeding the \$45.1M by Disney's holiday record-holder "101 Dalmatians."

"This was the second-highest animated film gross, second to 'The Lion King,'" said Salomon Smith Barney analyst **Jill Krutick**.

Disney also had "Enemy of the State" in the No. 3 spot over the holiday break. The surprise hit, "The Waterboy," held the No. 4 position.

"A Bug's Life" could boost earnings for Disney later in fiscal 1999 after its domestic and international run, video sales and merchandising, said ING Baring Furman Selz LLC analyst **Stewart Halpern**.

For the fiscal first quarter ending Dec. 31, Halpern cut his earnings estimate to 23 cents a share from 37 cents. He said the company's earnings will be hurt by the high cost of buying rights to National Football League games and the weak ratings performance of ABC television network shows. Video comparisons will be weaker by about \$150 million in operating income as "Lion King II: Simba's Pride" goes against three films, including "George of the Jungle," that sold about 8M units each, he said.

by Jack Messmer

Radio One adding St. Louis with stick buy

The call letters alone are enough reason to want to own WFUN-FM Bethalto, IL, but **Alfred Liggins** has a lot more in mind than just having fun as he takes Radio One into another new market. The nation's largest African-American-owned radio group has a tradition of going into markets with sticks and turnarounds, which it develops into fully competitive Urban or Urban AC operations.

Washington, DC-based Radio One isn't yet saying just how much it is paying for the suburban stick, which was just acquired (*RBR* 10/12, p. 36) by **Bruce Buzil's** Arch Broadcasting LP for \$6.7M. Liggins will pay more—*RBR's* sources say slightly more than double the \$6.7M—but the terms of the contract will make part of the price contingent on FCC approval of a signal upgrade.

WFUN is currently a 6kw Class A on 95.5 mHz, with its tower northwest of Edwardsville, IL. The city grade contour cuts through the middle of Granite City, IL, while the 1mv contour goes almost to downtown St. Louis, near the airport to the northwest and covers East St. Louis on the Illinois side of the Mississippi River.

According to Duncan's American Radio, a simple upgrade to B1 would be shortspaced to four stations—most significantly to KJEZ-FM Poplar Bluff, MO, which blocks a move toward the heart of the metro. **Broker: Peter Handy**, Star Media Group

RBR observation: Like most signal upgrades involving top 50 markets (St. Louis is #18), someone is almost certainly going to have to be paid to move or downgrade to make room for this major-market move-in.

We'll have to wait for the engineering to be filed to find out who gets a check and whether the upgrade will even take place on 95.5. WFUN has a fair amount of spectrum to wiggle around in before bumping into either 94.7 KSHE or 96.3 KIHT in the St. Louis market.

Format-wise, the obvious target is Jacor (O:JCOR), which owns Urban KMJM-FM and Urban AC KATZ-FM. Radio One has demonstrated in the past that it isn't afraid to take on much larger companies in a head-to-head format fight. It even drove CBS (N:CBS) out of Urban in Baltimore.

Radio Disney into Big Apple

Radio Disney will make its Broadway debut around January 1 as Disney's (N:DIS) ABC Radio begins an eight-year LMA of WQEW-AM. Terms of the LMA aren't being disclosed, but ABC will have the right to buy the station from The New York Times Co. (N:NYT) at the end of the LMA period. **Mitch Dolan** will become President and GM of the station, as he already is for ABC's WABC-AM & WPLJ-FM New York.

"It is sad, but not surprising," one in-market GM said of the loss of the Adult Standards format, which had moved to 1560 kHz in 1992 when Bloomberg LP bought 1130 kHz (then WNEW-AM) for its business network flagship, WBBR. "It was never a comfortable fit with the corporate culture of the mighty 'Grey Lady,' *The New York Times*," the competitor said.

At the same time, The New York Times Co. announced that **Tom Bartunek** had been promoted to fill the long-vacant post of President and GM of WQXR-FM New York. He had been VP for programming and operations at the Classical outlet.

RBR observation: If you assume that WQEW is worth \$40M as a stick and KDIS-AM L.A. is worth \$50M, then Radio Disney needs to produce \$7M in annual cash flow to justify occupying those two signals. That's a tall order—and that's before you even figure in the O&Os and affiliates in 34 other markets.

Christopher T. Dahl, Chairman of
Children's Broadcasting Company

has agreed to transfer the assets of

KYCR-AM Minneapolis - St. Paul, MN
KTEK-AM Houston, TX

for

\$2,700,000

to

Edward Atsinger, President of
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Jacor adds next to Ohio

Randy Michaels hasn't actually run out of radio stations to buy in Ohio, but he is moving barely out of state to pick up a Pennsylvania pair for Jacor Communications (O:JCOR). WKXT-AM & FM are licensed to New Castle and Ellwood City, PA, putting them just to the east of Jacor's Youngstown, OH properties. Great Scott Broadcasting is being paid \$2.5M for the combo.

Excalibur draws its sword

Jim Champlin and **Martin Beck** have put their money on the line, formalizing a partnership with **Joel Hartstone** that was announced last April (RBR 4/20, p. 13). The former Beck-Ross group executives have paid \$1,499,000 for a 50% stake (25% each for Champlin and Beck) in Excalibur Media Inc., owner of WSYB-AM & WZRT-FM Rutland, VT and WMNM-FM Port Henry, NY. Strictly speaking, Champlin and Beck currently own 49%, with transfer of the remaining 1% awaiting FCC approval.

Midwest leaving midwest

Midwest Television has put its Illinois broadcast properties on the sale block and retained **Larry Patrick** of Patrick Communications as broker. The stations—WMBD-AM, WPBG-FM & WMBD-TV Peoria and WCIA-TV Champaign—are expected to bring around \$125M. Midwest, owned by **August Meyer Jr.** and other members of the Meyer family, will retain KFMB-AM, FM & TV San Diego (which, most assuredly, is not located in the midwest).

Interep boosts cash flow

Interep National Radio Sales (public bonds) reported Q3 revenue of \$24.9M, a modest 0.6% improvement over the same period a year ago, but a 5% reduction in overhead costs resulted in a 73.6% gain in cash flow (EBITDA) to \$3M. Interep's net loss increased 1.5% to \$5.1M.

"We are pleased with our performance for the year and the effect of our cost reduction programs initiated last year," said CEO **Ralph Guild**.

More earnings...

- Q3 revenue for American Mobile Satellite Corp. (O:SKYC) gained 216% to \$17.7M. Cash flow (EBITDA) continued to be a negative number, however, improving to -\$8.5M from -\$9.4M. AMSC is the 80% owner of XM Satellite Radio.
- Pacific Research & Engineering (A:PXE) said Q3 sales declined 13% to \$3.1M. That resulted in a pre-tax loss of \$355,000, compared with pre-tax earnings of \$102,000 a year earlier.

RBR's deal digest

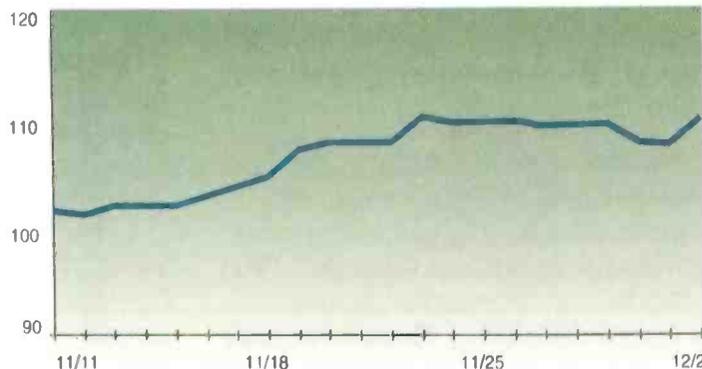
Ross Love's Blue Chip Broadcasting is paying Scott County Broadcasting \$1.265M for WKYI-FM Stamping Ground, KY, which has a CP to move to Georgetown in the heart of the Lexington market. Broker: Dave Garland Media Brokerage; The Crisler Co. ... **Michael Schwartz**'s new Indiana Radio Partners is picking up five stations in the Anderson-Muncie, IN area—WHBU-AM, WAXT-FM, WWWO-FM, WLHN-FM & WERK-FM—for a total of \$5.45M. ... **Jerry Williams**' EW Communications is buying KXAL-FM Pittsburg-Tyler, TX for \$425,000 from **Ron** and **Diane Gray**. Broker: Norman Fischer & Associates. ... GM **Michael Bohner** and SM **Robert Gisler** are buying out majority owners **David Bernstein** and **Stanley Butler** for \$560,000 to become the only stockholders of Cantorair Communications, which is the licensee of WHGL-AM & FM Troy-Canton, PA. Broker: **Dick Kozacko**, Kozacko Media Services.

The Radio Index™

RADIO BUSINESS REPORT
Voice of the Radio Broadcasting Industry

THE WALL STREET JOURNAL
RADIO NETWORK

Radio stocks have been holding their own in an uncertain market. The Radio Index™ closed Wednesday, 12/2, at 109.71, up 0.34 from a week earlier. Despite their recent strength, radio stocks are still well below their highs of July, when the index peaked at 118.67 on 7/20.



CLOSED!

KAAM(AM)
Dallas, Texas
from
Collin
County Radio, LLC
to
ABC, Inc.
for
\$12,100,000.

Elliot B. Evers
and
Charles E. Giddens
represented ABC.

GEORGE I. OTWELL
513-769-4477

BRIAN E. COBB
202-478-3737

CHARLES E. GIDDENS
703-847-5460

ELLIOT B. EVERS
415-391-4877

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by Jack Messmer

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.

\$30,000,000—WJDM-AM (1530 kHz) & **WBAH-AM** (1660 kHz) New York (Elizabeth NJ), **KAHZ-AM** Dallas-Ft. Worth (Ft. Worth TX) and **KIDR-AM** Phoenix from various subsidiaries of Children's Broadcasting Corp. (O:AAHS, Chris Dahl, CEO) to various subsidiaries of Radio Unica Corp. (Joaquin F. Blaya, Warburg, Pincus Ventures LP). \$2.925M escrow, \$29.25M (less escrow) in cash at closing, \$750K to Dahl under non-compete agreement. Broker: Star Media Group; Ted Hepburn Co.

\$4,250,000—* WHYL-AM & FM Harrisburg (Carlisle PA) from Zeve Broadcasting Co. (H. Lincoln Zeve) to Citadel License Inc. (Larry Wilson), a subsidiary of Citadel Communications (O:CITC). \$250K letter of credit as escrow, \$4.25M in cash at closing. **Superduopoly** with WQXA-FM & WRKZ-FM. LMA since 10/29. Note: No contour overlap with WQXA-AM.

\$2,400,000—* WTTF-AM & FM Tiffin OH, 100% stock sale of WTTF Inc. from Richard J. & Florence M. Wright to Jacor Communications Co. (Randy Michaels), a subsidiary of Jacor Communications Corp. (O:JCOR). \$120K escrow, balance in cash at closing. **Superduopoly** with WSPD-AM, WVKS-FM, WRVF-FM & WIOT-FM Toledo, WCPZ-FM Clyde OH and WHMQ-FM North Baltimore OH. Note: No more than four FM's overlap at any point.

\$1,690,000—KVON-AM & KVYN-FM Napa-St. Helena CA from Young Radio Inc. (Thomas L. Young) to CBM Napa LLC (Charles B. Moss Jr., Charles B. Moss Jr. Family Trust, Michael J. Lack). \$240K paid for option in 1996, additional \$1.45M in cash at closing LMA since 5/1/96. Broker: Andy McClure, The Exline Co.

\$1,070,000—* WSFZ-AM Memphis from Tennessee Christian Radio Inc. (Bishop L.E. Willis), part of the Willis Broadcasting group, to Flinn Broadcasting Corp. (George S. Flinn Jr.). \$250K non-refundable deposit, balance in cash at closing. **Superduopoly** with WHBQ-AM, WOWW-AM, WKSL-FM &

KXHT-FM, plus CP for new FM in Tunica MS. Flinn is also requesting a **waiver** of the one-to-a-market rule, due to its ownership of WPXX-TV (Ch. 50, PAX) Memphis.

\$848,981—KOJJ-FM Visalia-Tulare (Porterville CA) from Azia's Entertainment Inc. (Shelby & Ledorja Johnson) to Moon Broadcasting Porterville LLC (Abel & Arelia de Luna and their children, Abel A., Krystina, Alejandro & Yesenia de Luna). \$300K in cash at closing, \$548,981 note.

\$650,000—* WLLK-AM & FM Willits-Ft. Bragg CA from The Henry Radio Co. James B. Henry) to Ukiah Broadcasting Corp. (John K. LaRue, Keith Bussman, Allied Communications Equipment Supply Co.). \$1K downpayment, balance in cash at closing. **Superduopoly** with KDAC-AM & KUKI-AM & FM Ft. Bragg-Ukiah CA. LMA since 10/28.

\$575,000—* KRSS-FM Chubbuck ID from CSN International (Charles & Jeffrey Smith) to Citicasters Co. (Randy Michaels), a subsidiary of Jacor Communications (O:JCOR). \$45K escrow, balance in cash at closing. **Superduopoly** with KWIK-AM & KPKY-FM Pocatello ID and KID-AM & FM Idaho Falls ID. LMA since 9/30.

\$498,000—WOTS-AM Orlando (Kissimmee FL) from Winfield Broadcasting Inc. (John Zaleski) to J&V Communications Inc. (Jesus M. & Virgen Torrado). \$50K escrow, \$200K (less escrow) in cash at closing, \$250K note, \$48K in commercial air time to be used by T.H. Old Town Associates Ltd. Note: No contour overlap with WTRR-AM or WPRD-AM, which are also in the Orlando market. Broker: Doyle Hadden, Hadden & Associates

\$114,910—* KOXR-AM Oxnard CA from Albert O. and Jacquelyn D. Vera to Lazer Broadcasting Corp. (Alfredo Plascencia). \$25K escrow, balance in cash at closing, plus assumption of 1994 note owed to Lotus Oxnard Corp. **Duopoly** with KSDT-AM, KXLM-FM, KXRS-FM, KXSB-FM & KCZN-FM, plus LMA of KXFS-AM. LMA since 6/15.

\$100,000—WAMJ-FM (formerly WTHA) Atlanta (Roswell GA), 38.1% stock sale of Dogwood Communications Inc. from Frank W. Johnson Jr., 16.4% thereafter, to Radio One of Atlanta Inc., 83.6% thereafter (Alfred C. Liggins III, Syndicated Communications Venture Partners II, Alta Subordinated Debt Partners III). \$100K cash under option agreement. Note: No contour overlap with WHTA-FM Fayetteville-Atlanta GA.