

DOVER MOTORSPORTS INC  
Form 10-Q  
November 06, 2018

**United States**  
**Securities and Exchange Commission**

Washington, D.C. 20549

**Form 10-Q**

**Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**

**For the quarterly period ended September 30, 2018**

Commission file number 1-11929

**Dover Motorsports, Inc.**

(Exact name of registrant as specified in its charter)

**Delaware**  
(State or Other Jurisdiction of Incorporation)

**51-0357525**  
(I.R.S. Employer Identification No.)

**1131 North DuPont Highway, Dover, Delaware 19901**

(Address of principal executive offices)

**(302) 883-6500**

(Registrant's telephone number, including area code)

N/A

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(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes  No

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer  Accelerated filer  Non-accelerated filer  Smaller reporting company  Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

As of October 31, 2018, the number of shares of each class of the registrant's common stock outstanding is as follows:

Common Stock -	18,142,122 shares
Class A Common Stock -	18,509,975 shares

## Part I Financial Information

## Item 1. Financial Statements

## DOVER MOTORSPORTS, INC.

## CONSOLIDATED STATEMENTS OF (LOSS) EARNINGS

## AND COMPREHENSIVE (LOSS) INCOME

In Thousands, Except Per Share Amounts

(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,			
	2018	2017	2018	2017		
<b>Revenues:</b>						
Admissions	\$	\$	425	\$	3,871	
Event-related		227	995	5,283	5,739	
Broadcasting			1,319	18,128	18,824	
Other			1	1	3	
		227	2,740	26,265	28,437	
<b>Expenses:</b>						
Operating and marketing		1,599	3,485	16,984	18,639	
General and administrative		1,798	1,774	5,552	5,590	
Depreciation		793	863	2,496	2,507	
Costs to remove long-lived assets					286	
		4,190	6,122	25,032	27,022	
(Loss) gain on sale of land		(99)		2,413		
Operating (loss) earnings		(4,062)	(3,382)	3,646	1,415	
Interest expense, net		(2)	(34)	(75)	(150)	
Benefit (provision) for contingent obligation		4	11	(132)	(41)	
Other income		46	9	77	80	
(Loss) earnings before income taxes		(4,014)	(3,396)	3,516	1,304	
Income tax benefit (expense)		1,315	1,381	(699)	(521)	
Net (loss) earnings		(2,699)	(2,015)	2,817	783	
Change in net actuarial loss and prior service cost, net of income taxes		28	17	81	67	
Unrealized gain on equity investments, net of income taxes			11		17	
Comprehensive (loss) income	\$	(2,671)	\$	(1,987)	\$	867
Net (loss) earnings per common share:						

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Basic	\$	(0.07)	\$	(0.06)	\$	0.08	\$	0.02
Diluted	\$	(0.07)	\$	(0.06)	\$	0.08	\$	0.02

The Notes to the Consolidated Financial Statements are an integral part of these consolidated financial statements.

**DOVER MOTORSPORTS, INC.**

**CONSOLIDATED BALANCE SHEETS**

**In Thousands, Except Share and Per Share Amounts**

**(Unaudited)**

	<b>September 30, 2018</b>	<b>December 31, 2017</b>
<b>ASSETS</b>		
Current assets:		
Cash	\$ 187	\$ 1
Accounts receivable	733	476
Inventories	19	15
Prepaid expenses and other	5,827	1,119
Income taxes receivable		