

# FORM 8-K

CURRENT REPORT

PURSUANT TO SECTION 13 OR 15(d) OF THE  
SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported): February 7, 2020

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## LEE ENTERPRISES, INCORPORATED

(Exact name of Registrant as specified in its charter)

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Commission File Number 1-6227

Delaware  
(State of Incorporation)

42-0823980  
(I.R.S. Employer Identification No.)

4600 E. 53rd Street, Davenport, Iowa 52807  
(Address of Principal Executive Offices)

(563) 383-2100  
Registrant's telephone number, including area code

### Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Stock, par value \$.01 per share	LEE	New York Stock Exchange

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Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the Registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

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.

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**Item 7.01. Regulation FD Disclosure.**

The supplemental financial information is furnished as **Exhibit 99.1** to this Form 8-K and is hereby incorporated by reference. The information in this report shall not be treated as filed for purposes of the Securities Exchange Act of 1934, as amended.

Lee Legacy only and Pulitzer Inc. ("Pulitzer") only supplemental financial information is being provided because it is a required reporting covenant in the debt agreements of the Company. Lee Legacy constitutes the business of the Company, including its 50% interest in Madison Newspapers, Inc. ("MNI"), but excluding Pulitzer and the Company's 50% interest in TNI Partners ("TNI").

The Lee Legacy and Pulitzer separate income statement presentations are not prepared in accordance with Generally Accepted Accounting Principles ("GAAP") as non-operating income (expense) and income tax expense are allocations of the consolidated balances and have not been prepared in accordance with Accounting Standards Codification 280: *Segment Reporting*. This presentation is only intended to be used for purposes of complying with covenants under the Company's debt agreements and should not be used as a substitute for the Company's consolidated financial statements prepared in accordance with GAAP. Refer to the Company's consolidated financial statements prepared in accordance with GAAP as periodically filed on Form 10-Q and Form 10-K with the Securities and Exchange Commission.

**Item 9.01. Financial Statements and Exhibits.**

(d) *Exhibits*

99.1 [Supplemental Financial Information – First quarter ended December 29, 2019](#)

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

**LEE ENTERPRISES, INCORPORATED**

Date: February 7, 2020

By: /s/ Timothy R. Millage  
Timothy R. Millage  
Vice President, Chief Financial Officer and  
Treasurer

Exhibit 99.1 - Supplemental Financial Information – First fiscal quarter ended December 29, 2019.



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Davenport, IA 52807  
[www.lee.net](http://www.lee.net)

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**Quarter Ended (unaudited)**

(in thousands)	December 29, 2019			December 30, 2018		
	Consolidated	Lee Legacy	Pulitzer Inc.	Consolidated	Lee Legacy	Pulitzer Inc.
<b>Operating revenue:</b>						
Advertising and marketing services	65,727	45,648	20,079	75,962	52,195	23,767
Subscription	41,694	28,242	13,452	46,268	31,972	14,296
Other	14,922	13,500	1,422	13,971	12,396	1,575
<b>Total operating revenue</b>	<b>122,343</b>	<b>87,390</b>	<b>34,953</b>	<b>136,201</b>	<b>96,563</b>	<b>39,638</b>
<b>Operating expenses:</b>						
Compensation	43,243	31,937	11,306	47,038	35,286	11,752
Newsprint and ink	4,736	3,290	1,446	6,339	4,323	2,016
Other operating expenses	48,462	30,755	17,707	49,743	30,450	19,293
Depreciation and amortization	6,719	4,359	2,360	7,529	4,932	2,597
Assets loss (gain) on sales, impairments, and other	814	806	8	(100)	(100)	—
Restructuring costs and other	1,632	1,400	232	62	44	18
<b>Total operating expenses</b>	<b>105,606</b>	<b>72,547</b>	<b>33,059</b>	<b>110,611</b>	<b>74,935</b>	<b>35,676</b>
Equity in earnings of associated companies	1,569	658	911	2,129	699	1,430
<b>Operating income</b>	<b>18,306</b>	<b>15,501</b>	<b>2,805</b>	<b>27,719</b>	<b>22,327</b>	<b>5,392</b>
Non-operating income (expense), net	(10,718)	(13,530)	2,812	(12,487)	(15,995)	3,508
Income tax expense	1,871	467	1,404	4,513	2,288	2,225
<b>Net income</b>	<b>5,717</b>	<b>1,504</b>	<b>4,213</b>	<b>10,719</b>	<b>4,044</b>	<b>6,675</b>

Adjusted EBITDA is a non-GAAP financial measure. Below is a reconciliation of adjusted EBITDA to net income, the most directly comparable measure under GAAP:

Net Income	5,717	1,504	4,213	10,719	4,044	6,675
<b>Adjusted to exclude</b>						
Non-operating expenses (income), net	10,718	13,530	(2,812)	12,487	15,995	(3,508)
Income tax expense	1,871	467	1,404	4,513	2,288	2,225
Equity in earnings of TNI and MNI	(1,569)	(658)	(911)	(2,129)	(699)	(1,430)
Depreciation and amortization	6,719	4,359	2,360	7,529	4,932	2,597
Assets loss (gain) on sales, impairments, and other	814	806	8	(100)	(100)	—
Restructuring costs and other	1,632	1,400	232	62	44	18
Stock compensation	302	302	—	463	463	—
<b>Add:</b>						
Ownership share of TNI and MNI EBITDA (50%)	1,918	903	1,015	2,601	1,066	1,535
<b>Adjusted EBITDA</b>	<b>28,122</b>	<b>22,613</b>	<b>5,509</b>	<b>36,145</b>	<b>28,033</b>	<b>8,112</b>

**Supplemental cash flow information**

Distributions from MNI and TNI	738	0	738	1,299	750	549
Capital expenditures	(2,428)	(2,308)	(120)	(1,002)	(752)	(250)
Pension Contributions	—	—	—	(650)	—	(650)
Cash income tax payments	(8)	(8)	—	(21)	(20)	(1)
Interest income	76	(2,252)	2,328	124	(2,660)	2,784
Interest to be settled in cash	(11,115)	(8,734)	(2,381)	(12,256)	(9,463)	(2,793)
Debt financing and administrative costs	(193)	(193)	—	(8)	(8)	—