

PARKERVISION INC
Form 10-Q
November 02, 2006

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 or 15(d)

OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2006

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d)

OF THE EXCHANGE ACT
For the transition period from _____ to _____

Commission file number 0-22904

PARKERVISION, INC.
(Exact name of registrant as specified in its charter)

Florida
(State or other jurisdiction of
incorporation or organization)

59-2971472
I.R.S. Employer ID No.

7915 Baymeadows Way, Suite 400
Jacksonville, Florida 32256
(904) 737-1367
(Address of principal executive offices)

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 x No o.

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer o

Accelerated filer x

Non-accelerated filer o

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

APPLICABLE ONLY TO CORPORATE ISSUERS

As of November 1, 2006, 23,372,227 shares of the Issuer's Common Stock, \$.01 par value, were outstanding.

PART I - FINANCIAL INFORMATION

ITEM 1. Financial Statements

PARKERVISION, INC. AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

	September 30, 2006	December 31, 2005
CURRENT ASSETS:		
Cash and cash equivalents	\$ 17,301,540	\$ 10,273,635
Short-term investments	-	295,555
Accounts receivable, net of allowance for doubtful accounts of \$4,856 at December 31, 2005	-	14,854
Prepaid expenses	676,790	1,373,695
Other current assets	218,843	307,205
Total current assets	18,197,173	12,264,944
PROPERTY AND EQUIPMENT, net		
	2,202,262	1,867,884
OTHER ASSETS, net		
	10,074,005	9,698,802
Total assets	\$ 30,473,440	\$ 23,831,630
CURRENT LIABILITIES:		
Accounts payable	\$ 433,982	\$ 446,953
Accrued expenses:		
Salaries and wages	784,386	405,701
Professional fees	293,969	287,667
Other accrued expenses	364,350	286,562
Total current liabilities	1,876,687	1,426,883
DEFERRED RENT		
	516,747	5,163
Total liabilities	2,393,434	1,432,046
COMMITMENTS AND CONTINGENCIES (Notes 5 and 9)		
SHAREHOLDERS' EQUITY:		
Common stock, \$.01 par value, 100,000,000 shares authorized, 23,372,227 and 20,958,765 shares issued and outstanding at September 30, 2006 and December 31, 2005, respectively	233,722	209,588
Warrants outstanding	20,290,878	17,693,482
Additional paid-in capital	153,588,514	138,080,663
Accumulated other comprehensive loss	-	(1,006)
Accumulated deficit	(146,033,108)	(133,583,143)
Total shareholders' equity	28,080,006	22,399,584
Total liabilities and shareholders' equity	\$ 30,473,440	\$ 23,831,630

The accompanying notes are an integral part of these consolidated financial statements.

PARKERVISION, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF OPERATIONS
(UNAUDITED)

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2006	2005	2006	2005
Product revenue	\$ -	\$ 430,135	\$ -	\$ 724,514
Cost of goods sold	-	338,669	-	734,184
Write down of inventory to net realizable value	-	-	-	2,250,586
Gross margin	-	91,466	-	(2,260,256)
Research and development expenses	2,273,264	2,187,921	7,361,191	8,301,855
Marketing and selling expenses	513,956	561,761	1,590,715	2,834,399
General and administrative expenses	1,265,155	1,387,480	4,205,434	4,721,437
Impairment loss and (gain) on disposal of property and equipment	(7,251)	(5,658)	(7,251)	1,874,110
Total operating expenses	4,045,124	4,131,504	13,150,089	17,731,801
Interest and other income	257,956	138,378	700,124	394,986
Net loss	(3,787,168)	(3,901,660)	(12,449,965)	(19,597,071)
Unrealized gain (loss) on securities	-	297	1,006	(2,672)
Comprehensive loss	\$ (3,787,168)	\$ (3,901,363)	\$ (12,448,959)	