

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

**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): November 13, 2006

**GENERAL COMMUNICATION, INC.**

(Exact name of registrant as specified in its charter)

<u>State of Alaska</u> (State or other Jurisdiction of Incorporation or organization)	<u>0-15279</u> Commission File Number	<u>92-0072737</u> (I.R.S Employer Identification No.)
<u>2550 Denali Street Suite 1000 Anchorage, Alaska</u> (Address of Principal Executive offices)		<u>99503</u> (Zip Code)

Registrant's telephone number, including area code: (907) 868-5600

NONE

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligations 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))

## **Section 2 – Financial Information**

### **Item 2.02 Results of Operations and Financial Condition**

On November 13, 2006, General Communication, Inc. (“GCI”) issued a press release announcing a technical accounting error that will require the correction of previously reported net income available to common shareholders and net income per common share for 2005. A copy of that press release is attached as Exhibit 99.1 to this Form 8-K.

The information contained in this Item 2.02 shall not be deemed filed with the Securities and Exchange Commission (“SEC”) or incorporated by reference in any filing with the SEC under the Securities Exchange Act of 1934 or the Securities Act of 1933.

## **Section 4 – Matters Related to Accountants and Financial Statements**

### **Item 4.02 Non-Reliance on Previously Issued Financial Statements or a Related Audit Report or Completed Interim Review**

- (a) On November 9, 2006, the Audit Committee of the Board of Directors of GCI and GCI management concluded that previously reported audited financial statements for the year ended December 31, 2005 would need to be restated. Previously reported unaudited financial statements for the quarter ended June 30, 2006 would also need to be restated to restate the 2005 quarterly unaudited interim consolidated financial statements contained therein. The restatements are necessary because an error was made regarding the interpretation and application of generally accepted accounting principles as they relate to a May 25, 2005 transaction in which GCI repurchased from Toronto Dominion Securities (“TD”) the remaining 4,314 shares of GCI Series B Preferred stock owned by TD for a total purchase price of \$6,607,027 (which transaction was reported in a Form 8-K filing made by GCI on May 26, 2005). Accordingly, GCI’s previously issued financial statements for the year ended December 31, 2005, for the three and six months ended June 30, 2005, and for the nine months ended September 30, 2005 should no longer be relied upon.

The purchase of the preferred stock from TD should have had an effect on GCI’s net income per common share calculations. The amount that GCI paid for the preferred stock in excess of the carrying amount of the shares on GCI’s balance sheet should have reduced the amount of net income available to common shareholders used to calculate basic and diluted net income per common share. This error has no other effect on GCI’s consolidated statements of operations, and has no effect on the consolidated balance sheets, consolidated statements of stockholders’ equity, or consolidated statements of cash flows. 2005 net income available to common shareholders and basic and diluted net income per common share are the only items affected by the restatements.

GCI’s Audit Committee discussed the matters disclosed in this Item 4.02(a) with management and KPMG LLP, GCI’s independent auditors. KPMG informed the Audit Committee that it concurs with GCI’s conclusion to restate prior periods.

GCI will file an amendment to its Annual Report on Form 10-K for the year ended December 31, 2005 to restate its consolidated financial statements for the year ended December 31, 2005. It will also file an amendment to its Quarterly Report on Form 10-Q for the quarter ended June 30, 2006 to restate its 2005 quarterly unaudited interim consolidated financial statements contained therein.

## **Section 9 – Financial Statements and Exhibits**

### **Item 9.01 Financial Statements and Exhibits**

(a) Financial statements of businesses acquired: Not Applicable

(b) Pro forma financial information: Not Applicable

(c) Exhibit:

99.1 Press release dated November 13, 2006

**SIGNATURE**

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 hereunto duly authorized.

GENERAL COMMUNICATION, INC.  
(Registrant)

Date: November 13, 2006

By/s/ John M. Lowber \_\_\_\_\_

Name: John M. Lowber  
Title: Senior Vice President,  
Chief Financial Officer,  
Secretary and Treasurer  
(Principal Financial Officer)

## Exhibit Index

<b>Exhibit No.</b>	<b>Description</b>
99.1	Press release of General Communication, Inc. dated November 13, 2006

November 13, 2006

John Lowber, (907) 868-5628; jlowber@gci.com  
 Bruce Broquet, (907) 868-6660; bbroquet@gci.com  
 David Morris, (907) 265-5396; dmorris@gci.com

## FOR IMMEDIATE RELEASE

ANCHORAGE, AK – General Communication, Inc. (“GCI”) (NASDAQ:GNCMA) today reported that a technical accounting error has come to its attention that will require the correction of previously reported 2005 net income available to common shareholders and net income per share. This correction has no effect on GCI’s operating income, net income, financial position, stockholder’s equity, or cash flows, and only affects 2005 net income available to common shareholders and net income per share amounts. Correction of the error will have no effect on GCI’s overall capital adequacy or its ability to carry out its business development plans.

The effect of the correction on net income available to common shareholders and net income per share in each period follows.

(Amounts in thousands except per share amounts)	(Unaudited) Three months ended June 30, 2005	(Unaudited) Six months ended June 30, 2005	(Unaudited) Nine months ended September 30, 2005	Year ended December 31, 2005
Net income available to common shareholders, as reported	\$ 5,229	9,799	12,084	20,683
Adjustment	<u>(2,358)</u>	<u>(2,358)</u>	<u>(2,358)</u>	<u>(2,358)</u>
Net income available to common shareholders, as restated	<u>\$ 2,871</u>	<u>7,441</u>	<u>9,726</u>	<u>18,325</u>
Net income per common share:				
Basic net income per common share, as reported	\$ 0.10	0.18	0.22	0.38
Adjustment	<u>(0.05)</u>	<u>(0.04)</u>	<u>(0.04)</u>	<u>(0.04)</u>
Basic net income per common share, as restated	<u>\$ 0.05</u>	<u>0.14</u>	<u>0.18</u>	<u>0.34</u>
Diluted net income per common share, as reported	\$ 0.09	0.18	0.22	0.37
Adjustment	<u>(0.04)</u>	<u>(0.05)</u>	<u>(0.05)</u>	<u>(0.04)</u>
Diluted net income per common share, as restated	<u>\$ 0.05</u>	<u>0.13</u>	<u>0.17</u>	<u>0.33</u>

GCI will file an amendment to its Annual Report on Form 10-K for the year ended December 31, 2005 to restate its consolidated financial statements for the year ended December 31, 2005. It will also file an amendment to its Form 10-Q for the quarter ended June 30, 2006 to restate its 2005 quarterly unaudited interim consolidated financial statements. GCI has filed a notification with the SEC to extend the filing deadline for its Form 10-Q for the quarter ended September 30, 2006 by five days and expects to file the Form 10-Q within the five day filing extension period. As a result of the restatements, the independent registered public accounting firm’s review of GCI’s September 30, 2006 Form 10-Q may not be complete by the time it is filed.

GCI believes that the unaudited consolidated financial statements contained in such 10-Q filing are a fair presentation of GCI's financial position as of September 30, 2006. Upon the completion of review by GCI's independent auditor of such 10-Q filing, GCI will file an amendment to the 10-Q to reflect material changes, if any, resulting from the independent auditor's review.

The restatements are necessary because an error was made regarding the interpretation and application of generally accepted accounting principles as they relate to a May 25, 2005 transaction in which GCI repurchased from Toronto Dominion Securities ("TD") the remaining 4,314 shares of GCI Series B Preferred stock owned by TD for a total purchase price of \$6,607,027. The amount that GCI paid for the preferred stock in excess of the carrying amount of the shares on GCI's balance sheet should have reduced the amount of net income used to calculate net income per share.

Management and the Audit Committee of the Board of Directors have discussed these matters with KPMG LLP, the Company's independent registered public accounting firm. In light of the pending restatement, the previously reported net income available to common shareholders and net income per share for year ended December 31, 2005, for the three and six months ended June 30, 2005, and for the nine months ended September 30, 2005 should no longer be relied upon.

GCI is the largest telecommunications company in Alaska. A pioneer in bundled services, GCI provides local, wireless, and long distance telephone, cable television, Internet and data communication services throughout Alaska. More information about the company can be found at [www.gci.com](http://www.gci.com).

The foregoing contains forward-looking statements regarding the company's expected results that are based on management's expectations as well as on a number of assumptions concerning future events. Actual results might differ materially from those projected in the forward looking statements due to uncertainties and other factors, many of which are outside GCI's control. The forward-looking statements contained in this release represent management's expectations as of the date of this release. GCI undertakes no obligation to release publicly the results of revisions to any forward-looking statements included in this release to reflect any future events or circumstances, except as otherwise mandated by law. Additional information concerning factors that could cause actual results to differ materially from those in the forward looking statements is contained in GCI's cautionary statement sections of Form 10-K and 10-Q filed with the Securities and Exchange Commission.

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