

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re)	Chapter 11 Cases
)	
Adelphia Communications Corporation, <u>et al.</u> ,)	Case No. 02-41729 (SHL)
)	
Reorganized Debtors.)	Jointly Administered
)	

THIRTY-NINTH POST-CONFIRMATION STATUS REPORT

This Thirty-Ninth Post-Confirmation Status Report is filed in accordance with the Post Confirmation Order and Notice, dated February 13, 2007 (the "Effective Date"), in connection with the cases of the above-captioned reorganized debtors (collectively, the "Debtors"). Since the filing of the Thirty-Eighth Post-Confirmation Status Report on July 15, 2016 for Adelphia Communications Corporation ("Adelphia") and Certain of its Affiliated Debtors, describing the Debtors' progress subsequent to the confirmation of the First Modified Fifth Amended Joint Chapter 11 Plan for Adelphia Communications Corporation and Certain of its Affiliated Debtors, dated as of January 3, 2007, as Confirmed (the "Plan"),¹ for each of the Debtors other than the JV Debtors² by the order dated January 5, 2007 (the "Confirmation Order"), the Debtors, as reorganized pursuant to the Plan, have taken the following steps, among others, in connection with consummation of the Plan.

- Obtained an \$893,902 deposit refund from an electric company.
- Received a decision from Judge Sleet of the Delaware U.S. District Court (the "District Court") related to litigation involving Adelphia and other similarly situated defendants. The decision allows the defendants to file claims for the recovery of legal fees incurred in a previous litigation due to improper conduct by the plaintiff in the matter. Adelphia has filed a fee reimbursement request in the gross amount of \$5,805,685 and is awaiting a decision by the District Court. The amount and timing of recovery, if any, is not known at this time and may be limited due to the credit worthiness of the plaintiff. Adelphia's recovery may also be reduced in an amount up to \$3,427,738 for reimbursements to third parties that advanced legal fees on Adelphia's behalf.
- Continued ongoing efforts to recover additional funds for the Estate through the sale of miscellaneous assets and the recovery of unclaimed property.

¹ Capitalized terms used but not defined have the meanings ascribed to such terms in the Plan.

² The JV Debtors are comprised of the following legal entities: Century-TCI California, L.P.; Century-TCI California Communications, L.P.; Century-TCI Distribution Company, LLC; Century-TCI Holdings, LLC; Parnassos Communications, L.P.; Parnassos Distribution Company I, LLC; Parnassos Distribution Company II, LLC; Parnassos, L.P.; Parnassos Holdings, LLC; Western NY Cablevision, L.P. The Third Modified Fourth Amended Joint Plan of Reorganization Under Chapter 11 of the Bankruptcy Code for the Century-TCI Debtors and Parnassos Debtors, dated as of June 28, 2006, was confirmed by order dated June 29, 2006.

- The following activity has occurred since June 30, 2016:

	<u>Cash</u>
Balance at June 30, 2016	\$ 24,628,165
Additions ^(a)	894,299
Investment Income	12,050
Net Plan Disbursements	0
Operating Costs ^(b)	<u>(1,104,881)</u>
Balance at September 30, 2016	<u>\$ 24,429,633</u>


(a) Additions include an electric company reimbursement of \$893.9k, and other of \$0.4k.

(b) Operating costs include professional expenses of \$0.6 million, salary and other employee related expenses of \$0.3 million, contract labor of \$0.1 million, and other expenses of \$0.1 million.

The remaining assets held in reserve are detailed in Exhibit A.

Dated: October 14, 2016

Adelphia Communications Corporation
By: Quest Turnaround Advisors, LLC
Title: Plan Administrator

By: 
Jeffrey A. Brodsky
Member
4582 S. Ulster Street
Denver, CO 80237
(303) 268-6423

Summary of Remaining Cash Held and Deferred Assets

<u>Cash</u>	6/30/2016	9/30/2016	Status
	(\$ in millions)	(\$ in millions)	
Estate Operations	\$ 4.4	\$ 3.3	
Tax Reserves	0.3	0.3	Reserves for open tax years.
Remaining Assets	19.9	20.8	
Total Cash	24.6	24.4	
<u>Deferred Assets</u>			
Interest in Tow Life Insurance Policies	19.3	19.3	Insurance proceeds due on the named individual net of note payable to the Adelpia Recovery Trust.
Total Cash and Deferred Assets	\$ 43.9	\$ 43.7	