

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
	)	

**FIFTY-SIXTH POST-CONFIRMATION STATUS REPORT**

This Fifty-Sixth 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 Fifty-Fifth Post-Confirmation Status Report on October 15, 2020 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”),<sup>1</sup> for each of the Debtors other than the JV Debtors<sup>2</sup> 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:

- A hearing was held in the Bankruptcy Court on December 16, 2020 on the motions for summary judgment in Adelphia’s case against its D&O insurance carrier for the recovery of legal fees and other expenses paid by Adelphia in a separate matter that was previously resolved. Adelphia’s position is that the recovery of fees and expenses are required to satisfy the indemnity obligations of the insurance carrier to Adelphia. The Bankruptcy Court did not make rulings on the parties’ motions at the hearing and took the matters under submission.
- It was previously reported that preliminary discussions concerning a potential Rehabilitation Transaction were ongoing. Those discussions have been terminated, and the Debtors are not presently pursuing a Rehabilitation Transaction.
- Obtained tax credit insurance for the previously reported tax refund received in 2020 totaling approximately \$45.0 million and paid the related \$1.3 million premium.

<sup>1</sup> Capitalized terms used but not defined have the meanings ascribed to such terms in the Plan.  
<sup>2</sup> 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.

- Pursuant to the Motion filed with the Bankruptcy Court on September 3, 2020 by the Debtors and the Adelpia Recovery Trust (“ART”), on October 8, 2020 Adelpia paid off an interest-bearing note in the outstanding amount of approximately \$7.2 million previously issued by Adelpia to the ART.
- Distributed \$43.5 million of cash on December 17, 2020 to holders of ACC Allowed Claims.
- Continued efforts to maximize the value of remaining assets.
- The following activity has occurred since September 30, 2020:

	<u>Cash</u>
Balance at September 30, 2020	\$61,249,294
Additions <sup>(a)</sup>	15,000
Investment Income	1,490
Net Plan Disbursements <sup>(b)</sup>	(42,819,906)
Operating Costs <sup>(c)</sup>	<u>(9,134,399)</u>
Balance at December 31, 2020	<u>\$9,311,479</u>

<sup>(a)</sup> Additions include proceeds from ACC Claims Holdings, LLC for the Q3 2020 administrative fee totaling \$15k.

<sup>(b)</sup> Net plan disbursements include the \$43.5 million cash distribution on December 17, 2020 to holders of ACC Allowed Claims. A portion of the distribution was paid via check and, as of December 31, 2020, checks totaling \$0.7 million had not yet been cashed.

<sup>(c)</sup> Operating costs include the pay-off of a \$7.2 million interest-bearing note previously issued by Adelpia to the ART, insurance expense of \$1.3 million to secure tax credit insurance for the tax refund, professional expenses of \$0.3 million, salaries and professional expenses of \$0.1 million, contract labor of \$0.1 million, and other of \$0.1 million.

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

Dated: January 14, 2021

Adelphia Communications Corporation  
By: Development Specialists, Inc.  
Title: Plan Administrator

By:   
Thomas P. Jeremiassen  
Senior Managing Director

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**Exhibit A****Summary of Remaining Cash Held and Deferred Assets**

<u>Cash</u>	<u>9/30/2020</u>	<u>12/31/2020</u>	<u>Status</u>
	(\$ in millions)	(\$ in millions)	
Estate Operations	\$ 47.7	\$ 2.4	Distributed \$43.5 million to holders of ACC Allowed Claims on December 17, 2020.
Remaining Assets	13.5	6.9	Adelpia paid off an interest-bearing note in the outstanding amount of \$7.2M previously issued by Adelpia to the ART on October 8, 2020. Balance at December 31, 2020 includes \$0.7 million of uncashed checks related to the December 17, 2020 distribution.
<b>Total Cash</b>	<b>61.2</b>	<b>9.3</b>	
<b><u>Deferred Assets</u></b>			
Interest in Tow Life Insurance Policies	18.1	25.4	Adelpia paid off an interest-bearing note in the outstanding amount of \$7.2M previously issued by Adelpia to the ART on October 8, 2020.
<b>Total Cash and Deferred Assets</b>	<b>\$ 79.3</b>	<b>\$ 34.7</b>	