

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
)	

FORTY-SIXTH POST-CONFIRMATION STATUS REPORT

This Forty-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 Forty-Fifth Post-Confirmation Status Report on April 16, 2018 and the Supplemental Post Confirmation Status Report filed on June 12, 2018 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.

- During the Debtors’ preparation of the 2017 tax return and a review of the recent 2017 tax law changes, Adelphia identified the potential for a federal tax refund of approximately \$87,000,000 that may be available under the new tax law, subject to potential sequester of approximately 7% of the refund amount. If the refund is subject to sequester at a 7% rate in each of the four consecutive years beginning in 2019, the potential \$87,000,000 refund would be reduced to approximately \$81,000,000. If available, the potential tax refund would be payable over four consecutive years, beginning in 2019, at 50% of the total refund amount remaining unpaid, except for the last year (2022), in which 100% of the total refund amount remaining unpaid would be payable. There can be no assurance that the refund will be received.
- Continued efforts to maximize the value of remaining assets.
- Formulating a revised document destruction plan to reflect that document discovery deadlines have passed in the John and Timothy Rigas matter and to incorporate document requirements with regards to on-going tax matters.

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.

- Rembrandt Technologies, LLC filed an appeal of the judgment reimbursing legal fees, totaling \$5,805,685, to Adelpia and posted a bond to secure the obligation in full. Rembrandt's appellate brief was filed on May 26, 2017 and Adelpia's brief was filed on August 21, 2017. Rembrandt's response brief to Adelpia's brief was filed on October 4, 2017. Oral arguments were made to the Appellate Court on April 4, 2018. A decision by the Appellate Court is expected in 2018.
- The following activity has occurred since March 31, 2018:

	<u>Cash</u>
Balance at March 31, 2018	\$ 18,221,428
Additions ^(a)	37,497
Investment Income	69,153
Net Plan Disbursements	0
Operating Costs ^(b)	<u>(1,258,814)</u>
Balance at June 30, 2018	<u>\$ 17,069,264</u>

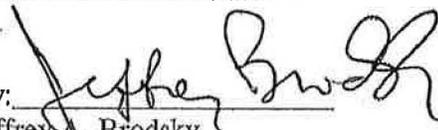
^(a) Includes proceeds from the Q118 administrative fee from ACC Claims Holdings, LLC totaling \$15,000 and other.

^(b) Operating costs include professional expenses of \$0.9 million, salary and other employee related expenses of \$0.2 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: July 16, 2018

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

By: 
Jeffrey A. Brodsky
Member
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Suite 850
Greenwood Village, CO 80111
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Exhibit A**Summary of Remaining Cash Held and Deferred Assets**

<u>Cash</u>	<u>3/31/2018 (1)</u>	<u>6/30/2018 (1)</u>	<u>Status</u>
	(\$ in millions)	(\$ in millions)	
Estate Operations	\$ 2.6	\$ 1.4	
Remaining Assets	15.6	15.7	
Total Cash	18.2	17.1	
<u>Deferred Assets</u>			
Interest in Tow Life Insurance Policies	18.8	18.8	Insurance proceeds due on the named individual net of note payable to the Adelpia Recovery Trust.
Federal Tax Refund Receivable	-	87.0	
Total Cash and Deferred Assets	\$ 37.0	\$ 122.9	

⁽¹⁾ Amounts do not include any proceeds from Adelpia's \$5.8 million judgment against Rembrandt Technologies.