

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-THIRD POST-CONFIRMATION STATUS REPORT

This Fifty-Third 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-Second Post-Confirmation Status Report on January 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”),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:

- Completed the filing of the summary judgment and rebuttal documents in the Bankruptcy Court for the case that Adelphia has against their D&O insurance carrier for the recovery of legal fees and other expenses paid by Adelphia in a separate matter which has now been 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 is considering the filings by both parties and Adelphia is awaiting the Bankruptcy Court’s decision on the matter.
- Transferred \$34.7 million from the Remaining Assets Reserve to the Estate Operating Reserve to fund the February 19, 2020 distribution and the anticipated operating expenses that will be incurred for May 1, 2020 through December 31, 2020.

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.

- Distributed \$33.1 million of cash on February 19, 2020 to holders of ACC Allowed Claims. The cash distribution included the release of \$0.6 million in cash recovered from Adelpia’s paying agents from prior uncashed and undeliverable distributions that was held for the benefit of ACC Allowed Claims pursuant to Plan provisions.
- Secured tax credit insurance for the tax refund received in 2019 totaling approximately \$43.5 million and paid the related \$1.6 million premium.
- Completed the tax return for Adelpia for the year ending December 31, 2019 which included the remaining Alternative Minimum Tax Credit (“AMT”) of approximately \$43.5 million. The refund is to be collected over a four year period: 50% of the total was collected in 2019, totaling approximately \$43.5 million plus interest, 25% of the total is to be collected in 2020, and 12.5% of the total is to be collected in both 2021 and 2022. Adelpia is investigating a possible acceleration of the AMT refund.
- Completed the audit for ACC Claims Holdings, LLC for the year ending December 31, 2019.
- Continued efforts to maximize the value of remaining assets.
- The following activity has occurred since December 31, 2019:

	<u>Cash</u>
Balance at December 31, 2019	\$53,019,704
Additions ^(a)	15,000
Investment Income	117,924
Net Plan Disbursements ^(b)	(33,100,252)
Operating Costs ^(c)	<u>(2,380,201)</u>
Balance at March 31, 2020	<u>\$17,672,175</u>

^(a) Additions include proceeds from ACC Claims Holdings, LLC for the Q4 2019 administrative fee totaling \$15k.


^(b) Net plan disbursements include the \$33.1 million cash distribution on February 19, 2020 to holders of ACC Allowed Claims. The cash distribution included the release of \$0.6 million in cash recovered from Adelpia’s paying agents from prior uncashed and undeliverable distributions that was held for the benefit of ACC Allowed Claims pursuant to Plan provisions.

- (c) Operating costs include insurance expenses of \$1.6 million related to the tax refund received in 2019, salaries and related expenses of \$0.3 million, contract labor of \$0.2 million, professional expenses of \$0.2 million, and other of \$0.1 million.

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

Dated: April 15, 2020

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

By: 
Thomas P. Jeremiassen
Senior Managing Director

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Greenwood Village, CO 80111
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Exhibit A

Summary of Remaining Cash Held and Deferred Assets

<u>Cash</u>	12/31/2019 (\$ in millions)	3/31/2020 (\$ in millions)	<u>Status</u>
Estate Operations	\$ 2.5	\$ 1.7	Transferred \$34.7 million from Remaining Assets to Estate Operations to fund a \$33.1 million distribution on February 19, 2020 and operating expenses that will be incurred through December 2020.
Remaining Assets	50.5	16.0	Transferred \$34.7 million from Remaining Assets to Estate Operations to fund a \$33.1 million distribution on February 19, 2020 and operating expenses that will be incurred through December 2020.
Total Cash	53.0	17.7	
<u>Deferred Assets</u>			
Interest in Tow Life Insurance Policies	18.4	18.3	Insurance proceeds due on the named individual net of note payable to the Adelpia Recovery Trust.
Federal Tax Refund Receivable	43.5	43.5	Filed the Adelpia 2019 tax return which included the Alternative Minimum Tax Credit of \$43.5 million. The refund will be collected over a four year period: 50% of the total was collected in 2019 (totaling \$43.5 million plus interest), 25% of the total is to be collected in 2020, and 12.5% to be collected in both 2021 and 2022. Adelpia is investigating a possible acceleration of the Tax Credit refund.
Total Cash and Deferred Assets	\$ 114.9	\$ 79.5	

Filed 04/15/20 Entered 04/15/20 12:25:46
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