

UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF MICHIGAN

In re:

ADOPTION OF AMENDED INTERIM
BANKRUPTCY RULE 1020 RELATED
TO THE BANKRUPTCY THRESHOLD
ADJUSTMENT AND TECHNICAL
CORRECTIONS ACT

Administrative Order No. 2022-2

On June 21, 2022, the Bankruptcy Threshold Adjustment and Technical Corrections Act (BTATC Act) was signed into law. The BTATC Act temporarily increases the debt threshold in subchapter V of chapter 11 and chapter 13 of title 11 of the United States Code, and makes technical corrections to the Bankruptcy Administration Improvement Act of 2020 (BAIA).

These changes necessitate an amendment to Interim Bankruptcy Rule 1020.

The Advisory Committee on Bankruptcy Rules (the Advisory Committee) drafted an amendment to Interim Bankruptcy Rule 1020 and recommends adoptions locally to facilitate uniform implementation of the changes made by the BTATC Act.

NOW THEREFORE, IT IS ORDERED pursuant to 28 U.S.C. Section 2071, Rule 83 of the Federal Rules of Civil Procedure, and Rule 9029 of the Federal Rules of Bankruptcy Procedure, the attached Interim Bankruptcy Rule 1020 is adopted without change by the judges of this Court to be effective July 19, 2022.

IT IS FURTHER ORDERED that Interim Rule 1020 shall remain in effect until further order of the Court.

IT IS FURTHER ORDERED that a copy of this Order shall be served on all CM/ECF Filing Users and posted on the Court's website forthwith.

Dated: July 27, 2022

FOR THE COURT:

A handwritten signature in black ink, appearing to read "S. Dales", written over a horizontal line.

Scott W. Dales
Chief Judge

1 **Interim Rule 1020. Chapter 11 Reorganization Case for**
2 **Small Business Debtors or Debtors Under Subchapter V**

3 (a) ~~SMALL—BUSINESS—DEBTOR~~
4 DESIGNATION. In a voluntary chapter 11 case, the debtor
5 shall state in the petition whether the debtor is a small
6 business debtor or a debtor as defined in § 1182(1) of the
7 Code and, if the latter ~~so~~, whether the debtor elects to have
8 subchapter V of chapter 11 apply. In an involuntary chapter
9 11 case, the debtor shall file within 14 days after entry of the
10 order for relief a statement as to whether the debtor is a small
11 business debtor or a debtor as defined in § 1182(1) of the
12 Code and, if the latter ~~so~~, whether the debtor elects to have
13 subchapter V of chapter 11 apply. The status of the case as
14 a small business case or a case under subchapter V of chapter
15 11 shall be in accordance with the debtor's statement under
16 this subdivision, unless and until the court enters an order
17 finding that the debtor's statement is incorrect.

18 (b) OBJECTING TO DESIGNATION. The United
19 States trustee or a party in interest may file an objection to
20 the debtor's statement under subdivision (a) no later than 30
21 days after the conclusion of the meeting of creditors held
22 under § 341(a) of the Code, or within 30 days after any
23 amendment to the statement, whichever is later.

24 (c) PROCEDURE FOR OBJECTION OR
25 DETERMINATION. Any objection or request for a
26 determination under this rule shall be governed by Rule 9014
27 and served on: the debtor; the debtor’s attorney; the United
28 States trustee; the trustee; the creditors included on the list
29 filed under Rule 1007(d) or, if a committee has been
30 appointed under § 1102(a)(3), the committee or its
31 authorized agent; and any other entity as the court directs.

Committee Note

The Interim Rule is amended in response to the enactment of the Bankruptcy Threshold Adjustment and Technical Correction Act (the “BTATC Act”), Pub. L. No. 117-151, ___ Stat. _____. The BTATC reinstates the definition of “debtor” for determining eligibility to proceed under subchapter V of chapter 11 that was in effect from March 27, 2020 through March 27, 2022, under the Coronavirus Aid, Relief, and Economic Security Act, Pub. L. No. 116-136, 134 Stat. 281, as amended. Subdivision (a) of the rule is amended to reflect that change. This Interim Rule will terminate two years after the date of enactment of the BTATC, unless the Act is extended.