### IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF PUERTO RICO

IN THE MATTER OF:

: GENERAL ORDER 20-09

:

## GENERAL ORDER ADOPTING AMENDMENTS TO INTERIM BANKRUPTCY RULE 1020 TO IMPLEMENT THE CORONAVIRUS AID, RELIEF, AND ECONOMIC SECURITY ACT

#### **GENERAL ORDER**

IT APPEARING the Coronavirus Aid, Relief, and Economic Security Act ("the CARES Act"), which made several temporary changes to the Bankruptcy Code to provide financial assistance during the coronavirus crisis, was enacted into law on March 27, 2020; and

IT FURTHER APPEARING the bankruptcy provisions of the CARES Act are of limited duration, but require additional amendments to Interim Rule 1020 of the Federal Rules of Bankruptcy Procedure; and

IT FURTHER APPEARING the Committee on Rules of Practice and Procedure and the Executive Committee acting on an expedited basis on behalf of the Judicial Conference have recommended courts enter an appropriate general order adopting the CARES Act-related amendments to Interim Rule 1020 of the Federal Rules of Bankruptcy Procedure to facilitate uniform implementation of the CARES Act; now, therefore,

IT IS HEREBY ORDERED, pursuant to 28 U.S.C. § 2071, Rule 83 of the Federal Rules of Civil Procedure, and Rule 9029 of the Federal Rules of Bankruptcy Procedure, the attached amended Interim Rule 1020 of the Federal Rules of Bankruptcy Procedure is adopted in its entirety without change in this district effective April 24th, 2020 and shall remain in effect until further order of this Court.

IT IS FURTHER ORDERED that notice is given that the Judicial Conference's Advisory Committee on Bankruptcy Rules has approved conforming one-year technical changes to five bankruptcy forms (Official

Forms 101, 122A-1, 122B, 122C-1, and 201) considering CARES Act amendments to the Bankruptcy Code. The Official Forms are posted at:

https://www.uscourts.gov/forms/bankruptcy-forms

and the Committee Notes to the Official Forms explain the significant changes to these forms.

#### BY ORDER OF THE COURT.

In San Juan, Puerto Rico this 24<sup>th</sup> day of April, 2020.

Milcuch Cabán d Cabán Flores, Chief U.S. Bankruptcy Judge

Enrique S. S. Bankruptcy Judge

Brian K. Tester, U.S. Bankruptcy Judge

ml h. Edward A. Godoy, U.S. Bar idge

# Attachment

1	Rule 1020. Chapter 11 Reorganization Case for Small
2	Business Debtors <u>or Debtors Under Subchapter V</u>
3	(a) <u>SMALL BUSINESS</u> 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	<u>Code</u> and, if <u>the latter</u> 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	22
23	amendment to the statement, whichever is later.	23

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 Coronavirus Aid, Relief, and Economic Security Act (the "CARES Act"), Pub. L. No. 116-136, 134 Stat. 281. That law provides a new definition of "debtor" for determining eligibility to proceed under subchapter V of chapter 11. Subdivision (a) of the rule is amended to reflect that change. This amendment to the Code will terminate one year after the date of enactment of the CARES Act.

# Rule 1020. Chapter 11 Reorganization Case for Small Business Debtors or Debtors Under Subchapter V

(a) DEBTOR DESIGNATION. In a voluntary chapter 11 case, the debtor shall state in the petition whether the debtor is a small business debtor or a debtor as defined in § 1182(1) of the Code and, if the latter, whether the debtor elects to have subchapter V of chapter 11 apply. In an involuntary chapter 11 case, the debtor shall file within 14 days after entry of the order for relief a statement as to whether the debtor is a small business debtor or a debtor as defined in § 1182(1) of the Code and, if the latter, whether the debtor elects to have subchapter V of chapter 11 apply. The status of the case as a small business case or a case under subchapter V of chapter 11 shall be in accordance with the debtor's statement under this subdivision, unless and until the court enters an order finding that the debtor's statement is incorrect.

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

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