FILED IN THE SHITED STATES DISTRICT COURT WESTERN DISTRICT OR WASHINGTON

DEC 29 1982

BRUCE RIPKIN, Challesses

UNITED STATES DISTRICT COURT WESTERN DISTRICT OF WASHINGTON

IN RE:			)		
			}	CENERAL	RECRO
EMERGENCY	BANKRUPTCY	RULE	3		
			)		

(a) Emergency Resolution

10

**]**1

13

13

ほ

16

17

38

17

Ħ

źΪ

25

23

54

¥L

32

The purpose of this rule is to supplement existing law and rules in respect to the authority of the bankruptcy judges of this district to act in bankruptcy cases and proceedings until Congress enacts appropriate remedial legislation in response to the Supreme Court's decision in <u>Morthern Pipeline Construction Co. v. Marathon Pipe Line Co.</u>

U. S. \_\_\_\_\_\_\_, 102 S. Ct. 2856 (1982), or until March 31, 1984, whichever first occurs.

The judges of the district court find that exceptional circumstances exist. These circumstances include: (1) the unanticipated unconstitutionality of the grant of power to bankruptcy judges in section 241(a) of the Bankruptcy Act of 1978 [Bublic-Law-85-508]; (2) the clear intent of Congress to refer bankruptcy matters to bankruptcy judges; (3) the specialized expertise necessary to the determination of bankruptcy matters; and (4) the administrative difficulty of the district courts' assuming the existing bankruptcy caseload on short notice.

Therefore, the orderly conduct of the business of the court requires this referral of bankruptcy cases to the bankruptcy judges.

(b) Filing of Bankruptcy Papers

Page -1. General Order

PPI LOM p. 90 pgM EESF

The bankruptcy court constituted by §404 of the Bankruptcy 1 Act of 1978 [Public-Law-95-598] shall continue to be known as the z United States Bankruptcy Court of this district. The Clerk of the į Bankruptcy Court is hereby designated to maintain all files in bankruptcy cases and adversary proceedings. All papers in cases В or proceedings arising under or related to Title 11 shall be filed 4 with the Clark of the Bankruptcy Court regardless of whether the 7 case or proceeding is before a bankruptcy judge or a judge of the district court, except that a judgment by the district judge shall be filed in accordance with Hule 92) of the Bankruptcy Rules. 16 11 Reference to Bankruptcy Judges (1) All cases under Title II and all civil proceedings t2 11 arising under Title II or arising in or related to cases under 14 Title II are referred to the bankruptcy judges of this district. u (2) The reference to a bankruptcy judge may be withdrawn by the district court at any time on its own motion or 26 on timely motion by a party. A motion for withdrawal of reference 17 10 shall not stay any bankruptcy matter pending before a bankruptcy 19 judge unless a specific stay is issued by the district court. If 29 a reference is withdrawn, the district court may retain the entire ZL matter, may refer part of the matter back to the bankruptcy judge, 22 or may refer the entire matter back to the bankruptcy judge with 23 instructions specifying the powers and functions that the bankruptcy judge may exercise. Any matter in which the reference is Withdrawn shall be reassigned to a district judge in accordance with the court's usual system for assigning civil cases. (3) Referred deses and proceedings may be transforred. 10 in Whole or in part between bankruptcy judges within the district 18 without approval of a district judge. źп (d) Powers of Bankruptcy Judges 21 The bankruptcy judges may perform in referred. 12 bankruptcy cases and proceedings all acts and duties necessary for 777 LAM 8-40 TAM 3677

Page -2-

General Order

the handling of those cases and proceedings except that the bankruptcy judges may not conduct:

- (A) A proceeding to enjoin a court;
- (8) A proceeding to punish a criminal contempt --
  - (1) not committed in the bankruptcy judge's actual presence; or
  - (11) warranting a punishment of imprisonment.
- (C) An appeal from a judgment, order, decree or decision of a United States bankruptcy judge: or
- (D) Jury trials.

Those matters which may not be performed by a bankruptcy judge shall be transferred to a district judge.

- (2) Except as provided in (d)(3), orders and judgments of bankruptcy judges shall be effective upon entry by the Clerk of the Bankruptcy Court, unless stayed by the bankruptcy judge or a district judge.
- proceedings that, in the absence of a petition in bankruptcy, could have been brought in a district court or a state court. Related proceedings include, but are not limited to, claims brought by the estate against parties who have not filed claims against the estate. Related proceedings do not include:

  Contested and uncontested matters concerning the administration of the estate; allowance of and objection to claims against the estate; counterclaims by the estate in whatever amount against persons filing claims against the estate; [erders-im-respect-to estaining-filing-claims against the estate; [erders-im-respect-to obtaining-eredity] orders authorizing the use of cash collateral; orders to turn over property of the estate; proceedings to set aside preferences and fraudulent conveyances; proceedings to determine

Page -5-General Order

. 2

Ħ

7

10

Ĺ3

12

TR

14

16

TE.

37

18

15

30

ŹΤ

11

71

28

П

Ľ.

20

31

21

FF1 LOW 5-00 PMF 3E/65

dischargeability of [particular] a debt[s]; [preceedings-to-object to-the-discharge;] proceedings in respect to the confirmation of a plan(s); orders approving the sale of property of the estate free and clear of liens; [where-not-arising-free-preceedings-resulting free-claims-brought-by-the-estate-against-the-parties-who-have-not filed-claims-against-the-estate;] allowance or denial of discharge; and similar matters. A proceeding is not a related proceeding merely because the outcome will be affected by state law.

bankruptcy judge actormines that circumstances require that a judgment or order be entered by a district judge, the bankruptcy judge shall [may] not enter a judgment or dispositive order, but shall submit findings, conclusions and a proposed judgment or order to the district judge, unless the parties to the proceeding consent to entry of judgment or order by the bankruptcy judge.

## (e) District Court Review

1

۱ú

11

13

13

14

15

16

17

15

39

27

13

- or proposed order or judgment of a bankruptcy judge or an application for leave to appeal an interlocutory order of a bankruptcy judge, shall be filed within 10 days of the date of entry of the judgment or order or of the lodgment of the proposed judgment or order. As modified by sections (e)2(A) and (e)2(B) of this rule, the procedures set forth in Part VITI of the Bankruptcy Hules apply to appeals of bankruptcy judges' judgments and orders, and the procedures set forth in Bankruptcy Interim Rule 8004 apply to applications for leave to appeal interlocutory orders of bankruptcy judges. Modification by the district judge or the bankruptcy judge of time for appeal is governed by Rule 802 of the Bankruptcy Rules.
  - (2) (A) A district judge shall review:
    - (i) an order or <u>final</u> judgment entered under <u>section</u> [paragraph] (d)(2) if a timely

Page -4-General Order ##1 Emil 3-80 sqtp \$297

notice of appeal has been filed or if a timely application for leave to appeal has been granted; (ii) an order or final judgment entered under section [paragraph] (d)(2) if the bankruptcy judge certifies that elecumstances require that the order or judgment be approved by a district judge, whether or not the matter was controverted before 10 the bankruptcy judge or any notice of 11 appeal or application for leave to appeal ŁŻ was filed; and 18 (111) a proposed order or judgment lodged under 14 section [paragraph] (d)(1), whether or not 15 any notice of appeal or application for Ħ. leave to appeal has been filed. 17 (B) In conducting review, the distract judge may 16 hold a hearing and may receive such evidence as appropriate and 10 may accept, reject or modify, in whole or in part, the order or **2**0 judgment or proposed order or judgment of the bankruptcy judge. 31 and need give no deference to the findings of the bankruptcy. 12 judge. At the conclusion of the review, the district judge shall 20 enter an appropriate order or judgment. (3) When the bankruptcy judge certifies that: circumstances require immediate review by a district judge of any matter subject to review under section [paragraph](e)[(d)](2), the district judge shall review the matter and enter an order or judgment as soon as possible. (4) It shall be the burden of the parties to raise an prior to the time of the entry of the order or judgment of the 23 district judgment after review the issue [of] whether the 33 bankruplcy judge should have entered a proposed judgment or order Page -5-Cemeral Order PP: LOM 3-40 EDM 3897

under section (d)(3) rather than an order under section (d)(2).

[any-proceeding-16-a-related-proceeding-prior-to-the-time-of-the-entry-of-the-order-of-judgment-of-the-district-judge-after review-]

## (f) Local Rules

In proceedings before a bankruptcy judge, the local rules of the bankruptcy court shall apply. In proceedings before a district judge, lef-the-district court shall apply.

(g) Bankruptcy Hules and Title IV of the Bankruptcy Act [Public-Law-9%-598]

Courts of bankruptcy and procedure in bankruptcy shall continue to be governed by Title TV of the Bankruptcy Act of 1978 [Public-Law-05-598] as amended and by the bankruptcy rules prescribed by the Supreme Court of the United States pursuant to 28 U.S.C. \$2075 and limited by section [SEC.] 405(d) of the Act, to the extent that such Title and Rules are not inconsistent with this rule and the holding of Northern Pipeline Construction Co. V. Marathon Pipe Line Co., U.S.

\_\_\_\_\_\_, 102 S. Ct. 2858 (1982).

(h) Effective Date and Pending Cases

This rule shall become effective December 25, 1982, and shall apply to all bankruptcy cases and proceedings not governed by the Bankruptcy Act of 1898 as amended, and filed on or after October 1, 1979. Any bankruptcy matters pending before a bankruptcy judge on December 25, 1982, shall be deemed referred to that judge.

DATED this 24th day of December, 1982.

CHIEF UNITED STATES DISTRICT JUDGE

James & Banonson

INITED STATES DISTRICT MINER

Page -6-General Order

PP1 LON 2-40 544 7447

UNITED STATES DISTRICT JUDGE
UNITED STATES DISTRICT JUDGE
UNITED STATES DISTRICT JUDGE

Page =7-General Order

10

ŧı

12

18

14

15

æ

17

15

LP

19

3[

28

31

12

F91 142M 1-46 5QM 5557