Motion to Determine Adequate Assurance for Payment of Utility Services, or in the Alternative, Establishing the Procedure for Determining Adequate Assurance

Docketing Event

Bankruptcy > Motions/Applications/Objections > Motion to Determine Adequate Assurance (or Procedure) for Payment of Utilities

Negative Notice: N/A

Accompanying Orders: Yes.

Code and Rule References:

11 U.S.C. § 366 11 U.S.C. § 1107 11 U.S.C. § 1108

Local Rule 2081-1(g)(7)

Fee: N/A

Applicable Chapters: 11

Implemented: 7/26/2018

Last Revision: 10/23/2019

Description

The procedure to follow for all motions to determine adequate assurance for utility service in a Chapter 11 is governed by 11 U.S.C. § 366 and Local Rule 2081-1(g)(7). The debtor should file this motion early in a Chapter 11 case. The motion should be accompanied by a proposed order that complies with the language included in Local Rule 2081-1(g)(7)(B). The court will conditionally grant all motions to determine adequate assurance and allows an interested party 30 days to file a written objection to the motion. After the expiration of the 30 day objection period, if no objections are received the order becomes final.

Filing Checklist

Review the motion to determine if:

- \square It is signed;
- ☐ Contains the following information:
 - o a schedule of the names and addresses of the utilities;
 - o whether the debtor is current in the payment of its utility;
 - o an average monthly utility expense;
 - o the amount owed each utility; and
 - o the method by which the debtor will provide adequate assurance of timely payment.
- ☐ It is accompanied by a proposed order conditionally granting the motion.
 - **❖** Note: Order should contain a paragraph providing a 30-day objection period as described in Local Rule 2081-1(g)(7)(B).

Forms

Order Conditionally Granting Motion to Determine Adequate Assurance for Payment of Utility Services, or in the Alternative, Establishing the Procedure for Determining Adequate Assurance