

Table of Contents

Volume 1

PART I. VALIDITY OF THE DEBT

CHAPTER 1. INTRODUCTION TO CONSUMER LAW

- § 1:1 What is consumer law?
- § 1:2 Consumer law and debt collection
- § 1:3 The sources of consumer law—Common law
- § 1:4 —Federal statutes and regulations—The Consumer Credit Protection Act, including the Truth in Lending Act
- § 1:5 — —The National Bank Act and the Monetary Control Act of 1980
- § 1:6 — —The Federal Trade Commission Act—General authority
- § 1:7 — —Cease and desist orders and trade regulation rules
- § 1:8 — — —Remedies and penalties
- § 1:9 — —The Consumer Financial Protection Bureau
- § 1:10 —State statutes or “little FTC acts”
- § 1:11 —Consumer credit statutes
- § 1:12 — —Scattered or patchwork statutes
- § 1:13 — — —Small-loan laws
- § 1:14 — — —Industrial loan laws
- § 1:15 — — —Installment loan laws
- § 1:16 — — —Credit union laws
- § 1:17 — — —Retail installment sales acts
- § 1:18 — — —Insurance premium finance laws
- § 1:19 — — —Home equity laws
- § 1:20 — — —Pawnbrokering laws
- § 1:21 — — —“Fringe” banking laws
- § 1:22 — —Comprehensive codes
- § 1:23 — —Uniform Debt-Management Act
- § 1:24 — —Uniform Consumer Leasing Act
- § 1:25 —Credit Repair Organizations Act—Purpose
- § 1:26 — —Definitions
- § 1:27 — —Prohibited acts

- § 1:28 — —Contracts for services
- § 1:29 — —Damages
- § 1:30 — —Enforcement and limitation period
- § 1:31 Consumer Leasing Act and Regulation M

CHAPTER 2. PROBLEMS ARISING BEFORE OR AT THE FORMATION OF THE DEBT

- § 2:1 Misleading representations in soliciting the
obligation—Common-law misrepresentation—
Grounds for avoiding the contractual obligation
- § 2:2 — —Suing in tort
- § 2:3 —Deceptive and unfair acts and practices under the
Federal Trade Commission Act and the Dodd-Frank
Wall Street Reform and Consumer Protection Act
- § 2:4 —Deceptive and unfair acts and practices under the
Federal Trade Commission Act—Deceptive acts or
practices
- § 2:5 — —Unfair acts or practices
- § 2:6 — — —Unfairness in advertising
- § 2:7 — — —Unfairness and trade regulation rules
- § 2:8 —State laws prohibiting specific acts or practices
- § 2:9 — —Bait-and-switch advertising
- § 2:10 — —Referral sales schemes
- § 2:11 Cooling-off periods in door-to-door sales—Federal
Trade Commission rule—Scope
- § 2:12 — —Notice to the buyer
- § 2:13 — —Cancellation by the buyer
- § 2:14 —State cooling-off periods in door-to-door sales
- § 2:15 Determining who gets credit—Common law
protection from credit reporting abuse
- § 2:16 —The Fair Credit Reporting Act—Purpose
- § 2:17 — —Scope
- § 2:18 — —Requirements for consumer reporting agencies—
Permissible purposes of reports
- § 2:19 — — —Restrictions on reporting obsolete information
- § 2:20 — — —Accuracy and compliance procedures
- § 2:21 — — —Public records information for employment
purposes
- § 2:22 — — —Restrictions on investigative consumer reports
- § 2:23 — — —Disclosures to consumers
- § 2:24 — — —Procedure in cases of disputed accuracy
- § 2:25 — —Requirements for users of consumer reports—
Investigative consumer reports
- § 2:26 — — —Adverse action because of a report by a
consumer reporting agency

TABLE OF CONTENTS

§ 2:27	— — —Adverse action because of a report by a person other than a consumer reporting agency
§ 2:28	— —Identity theft and fraud protection
§ 2:29	— —Administrative enforcement
§ 2:30	— —Private enforcement—Civil liability for negligent noncompliance
§ 2:31	— — —Civil liability for willful noncompliance
§ 2:32	— — —General restriction on actions
§ 2:33	— — —Jurisdiction and standing
§ 2:34	— — —Limitation of actions
§ 2:35	— —Fines and criminal liability
§ 2:36	— —Relation to state laws
§ 2:37	—The Fair and Accurate Transactions Act—Purpose
§ 2:38	—The Equal Credit Opportunity Act—Purpose
§ 2:39	—Regulation B and the Equal Credit Opportunity Act
§ 2:40	— —Scope
§ 2:41	— —The credit application procedure—Discouraging applications
§ 2:42	— — —Requests for information
§ 2:43	— — —Rules on providing appraisal reports
§ 2:44	— —Evaluation of the credit application
§ 2:45	— —Extension of credit
§ 2:46	— —Special-purpose programs
§ 2:47	— —Notification of action taken on the credit application
§ 2:48	— —Furnishing credit information
§ 2:49	— —Record retention
§ 2:50	— —Information for monitoring purposes
§ 2:51	— —Administrative enforcement
§ 2:52	— —Private enforcement—Measure of damages in individual actions
§ 2:53	— — —Measure of damages in class actions
§ 2:54	— — —Equitable relief
§ 2:55	— — —Attorney’s fees and costs
§ 2:56	— — —Statutory defenses
§ 2:57	— — —Limitation of actions
§ 2:58	— — —Jurisdiction
§ 2:59	— —Relation to state laws
§ 2:60	—The Truth-in-Lending Act—Purpose
§ 2:61	— —Jurisdiction and standing
§ 2:62	— —Scope—Key Regulation Z definitions—Creditor
§ 2:63	— — —Consumer credit
§ 2:64	— — — —Open-end and closed-end credit

- § 2:65 — — — —Credit sales
- § 2:66 — — — —Finance charge and annual percentage rate
- § 2:67 — — — —Residential mortgage transaction and dwelling
- § 2:68 — — — —Exemptions from coverage under the Truth-in-Lending Act
- § 2:69 — — — —General organization of disclosure provisions
- § 2:70 — — — —Model forms
- § 2:71 — — — —Closed-end credit—General disclosure requirements—Form and timing of disclosure
- § 2:72 — — — —Basis of disclosure
- § 2:73 — — — —Estimates of disclosure
- § 2:74 — — — —Multiple consumers and creditors
- § 2:75 — — — —Interim student credit extensions
- § 2:76 — — — —Specific disclosure content requirements
- § 2:77 — — — —Specific disclosures for mortgage transactions subject to RESPA
- § 2:78 — — — —Home Ownership and Equity Protection Act—Disclosures
- § 2:79 — — — —Specific disclosures, rules and prohibited acts for high-cost and higher-priced residential home mortgages
- § 2:80 — — — —Minimum standards for transactions secured by a dwelling—Ability to repay
- § 2:81 — — — —Specific disclosures in the periodic statement—Residential home mortgages
- § 2:82 — — — —Subsequent disclosure requirements
- § 2:83 — — — —Treatment of credit balances
- § 2:84 — — — —Open-end credit—General disclosure requirements
- § 2:85 — — — —Form and timing of disclosure
- § 2:86 — — — —Estimates of disclosure
- § 2:87 — — — —Multiple consumers and creditors
- § 2:88 — — — —Effect of subsequent events
- § 2:89 — — — —Specific disclosures in the initial disclosure statement
- § 2:90 — — — —Specific disclosures in the periodic statement
- § 2:91 — — — —Subsequent disclosure requirements
- § 2:92 — — — —Home equity lines of credit—Introduction and scope
- § 2:93 — — — —Disclosure requirements
- § 2:94 — — — —Limitations on home equity plans
- § 2:95 — — — —High-cost mortgages
- § 2:96 — — — —Credit and charge card applications and solicitations—Introduction and scope

TABLE OF CONTENTS

§ 2:97	— — — —Direct mail applications and solicitations for credit cards and charge cards
§ 2:98	— — — —Telephone solicitations for credit card and charge card accounts
§ 2:99	— — — —Applications and solicitations made available to the general public
§ 2:100	— — — —Special card rules—Card issuer and person extending credit not the same person
§ 2:101	— — — —Ability to pay and limitations on fees or charges and rules affecting young and college-age consumers
§ 2:102	— —Rights of rescission—The Federal Trade Commission right of rescission vs. the Truth-in-Lending Act right of rescission
§ 2:103	— — —Characteristics of the right of rescission—Closed-end credit transactions
§ 2:104	— — — —Open-end credit transactions
§ 2:105	— — — —Waiver of the right of rescission
§ 2:106	— — — —Notice of the right of rescission
§ 2:107	— — — —Exercise of the right of rescission
§ 2:108	— — —Determining the timing of rescission—Closed-end credit transactions
§ 2:109	— — — —Open-end credit transactions
§ 2:110	— — — —Delay of some creditor activity
§ 2:111	— — — —Effects of rescission
§ 2:112	— — —Disclosure of credit terms in advertising
§ 2:113	— — — —Advertising actual terms
§ 2:114	— — — —Advertisement of terms that require additional disclosure—Closed-end credit transactions
§ 2:115	— — — —Open-end credit transactions
§ 2:116	— — — —Catalogs and multiple-page advertisements
§ 2:117	— — — —Home equity plans
§ 2:118	— —Disclosures—Miscellaneous provisions—Record retention
§ 2:119	— — — —Spanish language disclosures
§ 2:120	— — — —Preemption of state laws
§ 2:121	— — — —Maximum interest-rate disclosures
§ 2:122	— — —Administrative enforcement
§ 2:123	— —Private enforcement—Damages—Measure of damages in individual actions—Actual damages
§ 2:124	— — — —Statutory penalties
§ 2:125	— — — —Measure of damages in class actions
§ 2:126	— — — —Costs and attorney fees
§ 2:127	— — — —Multiple obligors and multiple violations

- § 2:128 — —Jurisdiction
- § 2:129 — —Right to setoff
- § 2:130 — —Defenses—Limitations of actions
- § 2:131 — — —Voluntary correction of errors
- § 2:132 — — —Bona fide error
- § 2:133 — — —Good faith reliance
- § 2:134 — — —Governmental immunity
- § 2:135 — —Real Estate Settlement Procedures Act—Purpose
- § 2:136 — — —Scope and definitions
- § 2:137 — — —Uniform settlement statement
- § 2:138 — — —Servicing of mortgage loans and escrow
accounts
- § 2:139 — — — —Loan servicer responses to borrower
inquiries
- § 2:140 — — — —Error resolution
- § 2:141 — — — —Loan servicer responses to borrower
inquiries—Damages and costs
- § 2:142 — — — —Administration of escrow accounts
- § 2:143 — — —Notice requirements—Preemption of state
laws
- § 2:144 — — —Jurisdiction of courts
- § 2:145 Litigation under the Truth in Lending Act and Real
Estate Settlement Procedures Act—Introduction
- § 2:146 —Bankruptcy court litigation—Truth in Lending Act
- § 2:147 — —Real Estate Settlement Procedures Act
- § 2:148 —Loss mitigation—Real Estate Settlement
Procedures Act

CHAPTER 3. REGULATION OF THE SUBSTANTIVE TERMS OF CONSUMER CREDIT TRANSACTIONS

- § 3:1 Controls on finance charges: Introduction
- § 3:2 Controls on finance charges: Federal regulation and
the Consumer Financial Protection Bureau
- § 3:3 Controls on finance charges: Interest
- § 3:4 Controls on finance charges: Usury laws—Introduction
- § 3:5 —Definitions of usury
- § 3:6 —What is the legal rate of finance charge?—Method of
approach
- § 3:7 — —Federal law
- § 3:8 — — —Federally chartered banks
- § 3:9 — — —Federally chartered credit unions
- § 3:10 — — —Federally chartered savings and loan
associations

TABLE OF CONTENTS

§ 3:11	— — — Federally insured depository institutions
§ 3:12	— — — Certain transactions in real estate, cooperatives, and manufactured homes
§ 3:13	— — State law—Conflicts-of-law issues
§ 3:14	— — — Which usury law of a state is applicable?
§ 3:15	— — — Trends in state legislation
§ 3:16	— What was the rate of finance charge actually levied?
§ 3:17	Limitations on security interests—Introduction
§ 3:18	— Limitations under article 9 of the Uniform Commercial Code
§ 3:19	— Limitations in consumer credit regulation— Consumer credit sales—Limitations on the type of collateral
§ 3:20	— — Debt secured by cross-collateral
§ 3:21	— Consumer loans
§ 3:22	Insulation from liability: The holder-in-due course doctrine—Introduction
§ 3:23	— Judicial limitations
§ 3:24	— Statutory limitations—True holder-in-due-course status
§ 3:25	— — Waiver-of-defense clauses
§ 3:26	— — Direct loans
§ 3:27	— The federal trade commission rule
§ 3:28	— — General scope
§ 3:29	— — Effect on true holder-in-due-course status and waiver-of-defense clauses
§ 3:30	— — Effect on the interlocking lender
§ 3:31	— Credit card transactions
§ 3:32	— — Defective goods or services or other defenses arising from the underlying transaction—Federal law
§ 3:33	— — — State law
§ 3:34	— — Liability for the unauthorized use of credit cards—Federal law
§ 3:35	— — — State law
§ 3:36	Miscellaneous state limitations on substantive terms— Introduction
§ 3:37	— Attorney fees
§ 3:38	— Wage assignments
§ 3:39	Federal credit practices rules—Scope
§ 3:40	— Confessions of judgment
§ 3:41	— Waivers of exemptions
§ 3:42	— Wage assignments
§ 3:43	— Security interests in household goods
§ 3:44	— Cosigner rules

- § 3:45 —Late charges
- § 3:46 —State exemptions

CHAPTER 4. PROBLEMS ARISING AFTER DEBT FORMATION AND DURING PERFORMANCE OF THE DEBT OBLIGATIONS: THE FAIR CREDIT BILLING ACT

- § 4:1 Control of billing procedures and resolution of billing errors; Federal Credit Billing Act provisions
- § 4:2 Crediting of payments and treatment of credit balances
- § 4:3 Billing error resolution—Billing errors and billing error notices
- § 4:4 —Acknowledgment and resolution of the billing error notice
- § 4:5 —Consumer's and creditor's rights and duties during resolution
- § 4:6 —Creditor's rights and duties after resolution
- § 4:7 Disclosure of billing rights
- § 4:8 Default
- § 4:9 —Statutory definitions of default
- § 4:10 —Statutory right to cure a default
- § 4:11 Damages and remedies for violations of Fair Credit Billing Act

PART II. COLLECTION OF UNSECURED DEBTS

CHAPTER 5. EXTRAJUDICIAL DEBT COLLECTION

- § 5:1 Introduction
- § 5:2 Locating the debtor—Beginning the location effort
- § 5:3 —The telephone and the Web
- § 5:4 —The mail
- § 5:5 —Legal process
- § 5:6 Locating the assets of the debtor
- § 5:7 —The debtor's financial statement
- § 5:8 —Public records
- § 5:9 General extrajudicial collection techniques
- § 5:10 Setoff

TABLE OF CONTENTS

§ 5:11	—The legal basis of the setoff right
§ 5:12	—Potential restrictions to the assertion of setoff by the creditor—Potential consequences of improper setoff
§ 5:13	—Necessity of a matured obligation
§ 5:14	—Statute of limitations on the debt
§ 5:15	—Agreements affecting the setoff, including special deposits
§ 5:16	—Waiver and estoppel
§ 5:17	—Constitutional considerations
§ 5:18	—Withdrawal of funds by the debtor-depositor or payment of funds by the bank before setoff
§ 5:19	—Garnishment of the account before setoff
§ 5:20	—Levy and assessment by the internal revenue service before setoff
§ 5:21	—State insolvency proceedings of the debtor before or after setoff
§ 5:22	—Federal bankruptcy of the debtor before or after setoff
§ 5:23	—Third-party claimants
§ 5:24	—Claims of joint account holders
§ 5:25	—Claims of beneficiaries in trust accounts
§ 5:26	—Claims of the debtor's secured creditors in bank accounts
§ 5:27	—Claims of beneficiaries to life insurance proceeds deposited in the debtor's account
§ 5:28	—Claims of the depositor's surety company
§ 5:29	—Claims of the estate or heirs of the deceased debtor-depositor
§ 5:30	—Other security held by a creditor
§ 5:31	—Exemption law
§ 5:32	—Certificates of deposit
§ 5:33	—Consumer credit and other statutory restrictions
§ 5:34	Suretyship
§ 5:35	—The basic suretyship transaction
§ 5:36	—The creditor-principal debtor contract
§ 5:37	—The creditor-surety contract
§ 5:38	—The surety-principal debtor contract
§ 5:39	—The cosurety and subsurety relationship
§ 5:40	Assisting the debtor immediately before or after default
§ 5:41	Common-law liability of creditors for improper collection techniques—Interests of debtors and creditors in the collection process
§ 5:42	—Common-law theories of creditor liability—Tort of defamation

- § 5:43 — —Tort of invasion of debtor's right of privacy
- § 5:44 — —Tort of intentional infliction of mental distress
- § 5:45 — —Tort of interference with contractual relations
- § 5:46 — —Tort of abuse of process
- § 5:47 — —Other tort theories
- § 5:48 Statutory liability of creditors for improper collection techniques—The Fair Debt Collection Practices Act
- § 5:49 — —Scope
- § 5:50 — —General prohibited conduct
- § 5:51 — —Specified prohibited conduct
- § 5:52 — —Regulation of communication with the debtor and third parties
- § 5:53 — —Enforcement
- § 5:54 — —Miscellaneous provisions
- § 5:55 — —Interface with bankruptcy proceedings
- § 5:56 —The Fair Credit Billing Act
- § 5:57 —Federal trade commission guides against debt-collection deception
- § 5:58 —State law regulating abusive debt-collection practices
- § 5:59 — —Overview of state statutes
- § 5:60 — —Specific examples of state statutory law
- § 5:61 — —Case law involving state statutes

CHAPTER 6. JUDICIAL COLLECTION

- § 6:1 Introduction
- § 6:2 Obtaining a judgment—Rendition, entry, and general effect of a judgment
- § 6:3 —Validity of a judgment—In general
- § 6:4 — —Territorial jurisdiction
- § 6:5 — —Venue
- § 6:6 —Particular methods of obtaining a judgment
- § 6:7 —Default judgments—Introduction and basic procedure
- § 6:8 — —Operation and effect
- § 6:9 — —Obtaining relief from default judgments
- § 6:10 —Cognovit judgments (judgment by confession)—Introduction and basic procedure
- § 6:11 — —Waiver of notice and hearing
- § 6:12 — —Consent to jurisdiction
- § 6:13 — —Miscellaneous restrictions
- § 6:14 — —Obtaining relief from cognovit judgments
- § 6:15 —Consent judgments—Introduction and basic procedure
- § 6:16 — —Operation and effect

TABLE OF CONTENTS

§ 6:17	— —Obtaining relief from consent judgments
§ 6:18	Enforcement of the judgment—The importance of the judicial lien
§ 6:19	Prejudgment remedies—Attachment—General nature and function
§ 6:20	— —Basic procedure
§ 6:21	— —Actions in which attachment is available
§ 6:22	— —Grounds for attachment
§ 6:23	— —Property subject to attachment
§ 6:24	— —Creation, nature, and effect of an attachment lien
§ 6:25	— —Attachment and prejudgment garnishment in federal courts
§ 6:26	—Prejudgment garnishment—General nature and function
§ 6:27	— —Basic procedure
§ 6:28	— —Actions and grounds available
§ 6:29	— —Property subject to prejudgment garnishment
§ 6:30	— —Creation, nature, and effect of a prejudgment garnishment lien
§ 6:31	—Replevin and its relationship to prejudgment remedies—General nature and function of replevin as compared to attachment and prejudgment garnishment
§ 6:32	— —Grounds on which replevin may be based
§ 6:33	— —Basic procedure
§ 6:34	—Receivership and its relationship to judicial remedies—General nature and function
§ 6:35	— —Grounds for appointment—Equitable and statutory
§ 6:36	— —Use in corporate liquidations
§ 6:37	—Limitations common to prejudgment remedies—Constitutional due process limitations—The <i>Sniadach</i> decision and other case law
§ 6:38	— —State legislative responses
§ 6:39	—Other practical limitations
§ 6:40	Postjudgment remedies—Introduction to postjudgment remedies
§ 6:41	—Judgment liens—History and basic function
§ 6:42	— —Lis pendens distinguished
§ 6:43	— —Basic procedure and nature
§ 6:44	— —Property interests subject to the judgment lien
§ 6:45	— —After-acquired property interests
§ 6:46	— —Priority of the judgment lien
§ 6:47	— —Loss of the judgment lien

- § 6:48 — —Judgment liens in federal court
- § 6:49 — —Execution—General nature and function
- § 6:50 — —Basic procedure
- § 6:51 — —Grounds for issuance
- § 6:52 — —Property subject to execution
- § 6:53 — —Creation, nature, and effect of an execution lien
- § 6:54 — —and postjudgment garnishment in the federal courts
- § 6:55 — —Postjudgment garnishment
- § 6:56 — —Proceedings in aid of execution—Creditor’s bills and supplementary proceedings—Historical background and purpose
- § 6:57 — —Procedural nature of creditor’s bills and supplementary proceedings
- § 6:58 — —Remedies available to creditors in proceedings in aid of execution
- § 6:59 Execution and judicial sales—Introduction and basic definitions
- § 6:60 — —Procedure—Getting the property from lien to sale
- § 6:61 — —Conduct of the sale
- § 6:62 — —Distribution of proceeds of the sale
- § 6:63 — —Title and other rights received by the buyer
- § 6:64 — —Debtor protection from low-price sales
- § 6:65 — —Inadequate price
- § 6:66 — —Appraisal statutes
- § 6:67 — —Right of redemption
- § 6:68 Miscellaneous matters regarding enforcement of the judgment—Exempt property
- § 6:69 — —Identification of exempt property—Type and value
- § 6:70 — —Asserting or waiving the right to exemptions
- § 6:71 — —Liability for levy upon exempt property
- § 6:72 — —Homestead exemptions
- § 6:73 — —Income exemptions
- § 6:74 — —Life insurance exemptions
- § 6:75 — —Fraudulent conveyances
- § 6:76 — —Statute of Elizabeth jurisdictions
- § 6:77 — —Uniform Fraudulent Conveyance Act jurisdictions
- § 6:78 — —Uniform Fraudulent Transfer Act jurisdictions
- § 6:79 Fraudulent conveyances—Uniform voidable transactions act jurisdictions
- § 6:80 Miscellaneous matters regarding enforcement of the judgment—Duration of the judgment
- § 6:81 — —Enforcement of foreign judgments
- § 6:82 — —Reaching property in which the debtor shares title with a nondebtor

TABLE OF CONTENTS

- § 6:83 — —Tenancy in common
- § 6:84 — —Joint tenancy
- § 6:85 — —Tenancy by the entirety
- § 6:86 — —Community property
- § 6:87 — —Partnership property

PART III. COLLECTION OF SECURED DEBTS

CHAPTER 7. SECURED TRANSACTIONS UNDER ARTICLE 9 OF THE UNIFORM COMMERCIAL CODE

- § 7:1 Introduction—Importance of being an Article 9 secured creditor
- § 7:2 —Article 9 amendments promulgated in 2022—
Summary and legislative status
- § 7:3 —Historical personal property secured transactions
- § 7:4 — —Pledge and field warehouse
- § 7:5 — —Chattel mortgage
- § 7:6 — —Conditional sales contract
- § 7:7 — —Trust receipt
- § 7:8 — —Accounts receivable
- § 7:9 — —Factor's lien
- § 7:10 —Where to find the law—Overview of Article 9 and
relationship to other articles of the UCC, especially
Article 1
- § 7:11 — —Relevance of law outside Article 9—Other
provisions of the Uniform Commercial Code
- § 7:12 — — —Consumer transactions from Consumer law
- § 7:13 — — —Federal law and state variations
- § 7:14 — —Official Comments
- § 7:15 — —Case law
- § 7:16 Scope of Article 9—Introduction
- § 7:17 —Intent to create a security interest in personal
property or fixtures
- § 7:18 — —Personal property leases—Reasons for leasing
- § 7:19 — — —Reasons for distinguishing between leases and
other transactions
- § 7:20 — — —Perfecting a security interest whether or not a
lease exists
- § 7:21 — — —Determining whether a lease is meant for
security

THE LAW OF DEBTORS AND CREDITORS

- § 7:22 — — —Statutory guidelines regarding whether a
lease is meant for security
- § 7:23 — — —Consignments
- § 7:24 — — —Security interests arising under other UCC
articles
- § 7:25 —Sale of accounts, chattel paper, payment
intangibles, and promissory notes
- § 7:26 —Agricultural liens
- § 7:27 —Specific statutory exclusions from coverage
- § 7:28 — — —Federal preemption
- § 7:29 — — —Federal Aviation Act
- § 7:30 — — —Maritime law
- § 7:31 — — —Federal tax liens
- § 7:32 — — —Miscellaneous federal acts
- § 7:33 — — —Landlord's liens
- § 7:34 — — —Artisan's, garageman's, and related liens
- § 7:35 — — —Wage assignments
- § 7:36 — — —Governmental transfers
- § 7:37 — — —Certain sales of accounts, chattel paper, payment
intangibles and promissory notes
- § 7:38 — — —Interest or claims under insurance policies
- § 7:39 — — —Rights represented by a judgment
- § 7:40 — — —Rights of setoff
- § 7:41 — — —Interests in real property
- § 7:42 — — —Claims arising out of tort
- § 7:43 — — —Interests in deposit accounts
- § 7:44 Classifying the collateral—Importance of classifying
the collateral
- § 7:45 —Official classifications—Introduction
- § 7:46 — — —Goods—Consumer goods
- § 7:47 — — —Inventory
- § 7:48 — — —Farm products
- § 7:49 — — —Equipment
- § 7:50 — — —Change in use of collateral
- § 7:51 — — —Intangibles
- § 7:52 — — —Instruments
- § 7:53 — — —Documents
- § 7:54 — — —General and payment intangibles
- § 7:55 — — —Other classes of collateral
- § 7:56 Attachment—Creating secured creditor status—
Introduction
- § 7:57 —Article 9 attachment requirements—Introduction
- § 7:58 — —Security agreement requirement—Possession or
control with oral agreement

TABLE OF CONTENTS

§ 7:59	— — —Record of security agreement—Financing statement contrasted
§ 7:60	— — — —Authentication by the debtor
§ 7:61	— — — —Description of the collateral
§ 7:62	— — — —Description of the real estate
§ 7:63	— — — —After-acquired collateral
§ 7:64	— — — —Securing future advances of value.
§ 7:65	— —Value requirement
§ 7:66	— —Requirement of debtor's rights in the collateral
§ 7:67	— —Proceeds
§ 7:68	Rights and obligations of the creditor and debtor upon default—Introduction
§ 7:69	—Waiver of rights
§ 7:70	—The debtor and the creditor
§ 7:71	—Default—Default defined
§ 7:72	— —Limits of a creditor's ability to react to the debtor's default—Exercise of insecurity clauses and good faith limitations
§ 7:73	— — —Waiver of right to claim a default
§ 7:74	— — —Legislated rights to cure
§ 7:75	—Basic creditor alternatives upon default—Rights against the debtor
§ 7:76	— —Collection rights against account debtor or obligors
§ 7:77	—Obtaining possession of collateral—Overview
§ 7:78	— —Repossession by judicial action
§ 7:79	— —Self-help repossession
§ 7:80	— — —Constitutional limitation
§ 7:81	— — —Without breach of the peace limitation
§ 7:82	— — —Statutory limitations
§ 7:83	— —Care of collateral in the creditor's possession
§ 7:84	— —Repossession of fixtures and accessions
§ 7:85	—Disposition of collateral
§ 7:86	— —Retention by strict foreclosure under § 9-620—Availability of strict foreclosure
§ 7:87	— — —Procedure for strict foreclosure
§ 7:88	— — —Forced strict foreclosure
§ 7:89	— —Sale or other disposition under § 9-620
§ 7:90	— —Notification required under § 9-611—When notice is required
§ 7:91	— — —Who is entitled to notice
§ 7:92	— — —Sent vs. received
§ 7:93	— — —Timing of notice
§ 7:94	— — —Content of notice

THE LAW OF DEBTORS AND CREDITORS

- § 7:95 — —Commercial reasonableness—Presumption of reasonableness
- § 7:96 — — —Effect of price on commercial reasonableness
- § 7:97 — — —Private or public sale
- § 7:98 — — —Sale as a unit or in parcels
- § 7:99 — — —Time between repossession and disposition
- § 7:100 — — —Preparation of collateral
- § 7:101 — — —Time and place of sale
- § 7:102 — — —Publication of sale
- § 7:103 — — —Other factors
- § 7:104 — —Right of creditor to buy
- § 7:105 — —Rights of purchasers
- § 7:106 — —Application of proceeds
- § 7:107 — —Debtor's right to a surplus
- § 7:108 — —Creditor's right to sue for a deficiency
- § 7:109 —Debtor's right to redeem—Length of time for redemption
- § 7:110 — —Cost of redemption
- § 7:111 —Recovery for creditor's wrongful actions—Tort actions
- § 7:112 — —Statutory remedies under §§ 9-625 to 9-628
- § 7:113 — —Effect on deficiency judgments
- § 7:114 Perfecting the security interest—Introduction
- § 7:115 —Overview of the applicable steps
- § 7:116 —Filing—Overview
- § 7:117 — —Filing and other perfection methods outside Article 9—Collateral subject to certificate-of-title legislation
- § 7:118 — — —Federal perfection
- § 7:119 — —The financing statement—Overview
- § 7:120 — — —Names of parties and post-closing changes
- § 7:121 — — —Addresses
- § 7:122 — — —Signature of debtor
- § 7:123 — — —Description of collateral
- § 7:124 — — —Real estate description for crops, fixture filings, timber, minerals and certain accounts
- § 7:125 — — —Mention of after-acquired collateral
- § 7:126 — — —Mention of future advances
- § 7:127 — — —Mention of proceeds
- § 7:128 — —Where to file within a state and related issues
- § 7:129 — —Duties of filing officer and effect of mistakes
- § 7:130 — —Notice filing—Right of debtor to statement of account or list of collateral
- § 7:131 — —Amendments to the financing statement

TABLE OF CONTENTS

§ 7:132	— —Duration and continuation of the filing
§ 7:133	— —Assignments and the effect on filing
§ 7:134	— —Termination of perfection by filing
§ 7:135	— —Amendments to financing statements
§ 7:136	— —Releases
§ 7:137	—Possession—When possession is required or permitted
§ 7:138	— —Possession defined
§ 7:139	— —Secured creditor’s duties as to collateral within its possession
§ 7:140	—Automatic perfection—Overview
§ 7:141	— —Purchase-money security interests in consumer goods
§ 7:142	— —Certain assignments of accounts and payment intangibles
§ 7:143	— —Temporary automatic perfection in certificated securities, negotiable documents, instruments and certain goods in possession of bailee
§ 7:144	— —Article 2 security interests
§ 7:145	— —Miscellaneous security interests in assignees and banks
§ 7:146	— —Proceeds
§ 7:147	—Multi-jurisdictional secured transactions: Where to file—Overview
§ 7:148	— —Governing law based on location of collateral
§ 7:149	— —Governing law based on debtor’s location—General rule
§ 7:150	— — —Effect of change of location of debtor
§ 7:151	— —Governing law for certificate-of-title collateral
§ 7:152	— —Governing law for deposit accounts and letter-of-credit rights
§ 7:153	— —Governing law for debtor located outside United States—International secured transactions
§ 7:154	—Perfection in proceeds
§ 7:155	—Agricultural program payments as possible proceeds
§ 7:156	—Perfection by “control”—Deposit accounts, letter-of-credit rights, electronic chattel paper, investment property—Perfection in investment property generally
§ 7:157	—Perfection regarding “agricultural liens”
§ 7:158	—Perfection regarding “true” consignments
§ 7:159	—Perfection regarding sales and assignments of payment intangibles and sales of promissory notes
§ 7:160	—Perfection regarding commercial tort claims

- § 7:161 —Perfection regarding “supporting obligations”
- § 7:162 —Perfection regarding health-care-insurance
receivables
- § 7:163 —Perfection regarding “instruments”
- § 7:164 Resolution of priority disputes—Introduction
- § 7:165 —Secured creditor vs. general unsecured creditor
- § 7:166 —Secured creditor vs. lien creditor—The lien creditor
- § 7:167 — —General priority rule
- § 7:168 — —Future advances
- § 7:169 —Secured creditor vs. secured creditor—First-in-time
rule
- § 7:170 — —General application
- § 7:171 — —Proceeds
- § 7:172 — —Future advances
- § 7:173 — —The dual debtor and new debtor problems
- § 7:174 —Purchase-money security interests in noninventory
collateral—General application
- § 7:175 — —Start of the 20-day period
- § 7:176 — —Application to proceeds
- § 7:177 —Purchase-money security interests in inventory—
General application
- § 7:178 — —Proceeds
- § 7:179 —Conflicting purchase-money security interests
- § 7:180 —Crop production loans
- § 7:181 —Secured creditor vs. buyer of collateral—General
rule
- § 7:182 — —Perfected secured creditor vs. buyer—Buyers in
ordinary course
- § 7:183 — — —Buyers of consumer goods
- § 7:184 — — —Buyers not in the ordinary course and future
advances
- § 7:185 —Secured creditor vs. buyer of collateral-Unperfected
secured creditor vs. buyers and transferees
- § 7:186 —Secured creditor vs. buyer of collateral—
Unperfected secured creditor vs. buyers and
transferees—Transferees of accounts, general
intangibles, and the like
- § 7:187 — —Purchasers of chattel paper and instruments
- § 7:188 — —Certain purchasers of instruments, negotiable
documents, and securities
- § 7:189 —Security interests in returned or repossessed goods
- § 7:190 —Secured creditor vs. holder of lien arising by
operation of law
- § 7:191 —Secured creditor vs. fixture claimant—Definition of
fixture

TABLE OF CONTENTS

§ 7:192	— —Perfection in fixtures
§ 7:193	— —General rules concerning priority
§ 7:194	— —Secured creditor vs. prior real estate claimant
§ 7:195	— —Secured creditor vs. subsequent real estate claimant
§ 7:196	— —Security interests in certain readily removable fixtures
§ 7:197	— —Secured creditor vs. judicial or equitable lienholder
§ 7:198	— —Subordination agreements and effect of debtor's right of removal
§ 7:199	— —Right to remove fixtures
§ 7:200	—Secured creditor vs. claimant in accessions— Definition of accession
§ 7:201	— —Priority rules
§ 7:202	— —Right of secured creditor to remove accessions
§ 7:203	—Secured creditor vs. claimant in commingled goods and products
§ 7:204	—Secured creditor vs. Article 2 claimant
§ 7:205	—Secured creditor vs. trustee in bankruptcy
§ 7:206	—Secured creditor vs. the Internal Revenue Service
§ 7:207	—Secured creditor vs. governmental agency that has taken property by forfeiture
§ 7:208	—Priority rules where there is a consignment
§ 7:209	—Priority rules involving investment property
§ 7:210	—Priority rules related to deposit accounts
§ 7:211	—Priority rules related to letter-of-credit rights
§ 7:212	—Priority rules related to agricultural liens

Volume 2

CHAPTER 8. MORTGAGES AND OTHER SECURED TRANSACTIONS IN REAL ESTATE

§ 8:1	Introduction
§ 8:2	Historical development of mortgage law
§ 8:3	Types of real estate security devices—Mortgage
§ 8:4	—Mortgage substitutes
§ 8:5	—The equitable mortgage
§ 8:6	Creation and form of the real estate mortgage
§ 8:7	The preforeclosure mortgagor-mortgagee relationship
§ 8:8	Transfer of the mortgagee's or mortgagor's interest

- § 8:9 —Transfer of the mortgagee's interest
- § 8:10 —Transfer of the mortgagor's interest
- § 8:11 Discharge and release of the mortgage
- § 8:12 Enforcement of the mortgage: default, receivership,
and foreclosure—Default
- § 8:13 —Receivership
- § 8:14 —Foreclosure
- § 8:15 — —Strict foreclosure
- § 8:16 — —Judicial foreclosure leading to public sale
- § 8:17 — —Power-of-sale foreclosure
- § 8:18 — —Deed in lieu of foreclosure
- § 8:19 — —Election of remedies
- § 8:20 — —Deficiency judgments
- § 8:21 — —Equitable and statutory redemption
- § 8:22 — —Foreclosure sales
- § 8:23 Priority principles—Recording statutes—Generally
- § 8:24 — —Chain of title
- § 8:25 — —Defective or erroneous recordings
- § 8:26 — —Non-record notice
- § 8:27 — —Burden of proof
- § 8:28 —Priority rules—Subordination agreements
- § 8:29 — —Basic priority rule—First in time, first in right
- § 8:30 — —Purchase-money mortgages
- § 8:31 Loan modification programs
- § 8:32 Foreclosure Prevention Services

CHAPTER 9. COMMON-LAW, STATUTORY, AND EQUITABLE LIENS

- § 9:1 Introduction
- § 9:2 —Common-law and statutory liens defined
- § 9:3 —Equitable liens defined
- § 9:4 Common-law and statutory liens—Creation of
possessory and nonpossessory common-law and
statutory liens—Creation of common-law liens
- § 9:5 — —Possession of the property
- § 9:6 — —Value of the property
- § 9:7 —Creation of statutory liens
- § 9:8 —Subject matter
- § 9:9 —Termination before enforcement
- § 9:10 —Enforcement
- § 9:11 —Priority rules
- § 9:12 —Exceptions to priority rules
- § 9:13 Equitable liens

TABLE OF CONTENTS

§ 9:14	Federal liens, including tax liens—Creation
§ 9:15	Federal tax liens—Creation—Assessment
§ 9:16	— —Demand
§ 9:17	— —Nonpayment
§ 9:18	—Distinguishing the federal tax lien from the Federal Priority Act
§ 9:19	—Property subject to the federal tax lien
§ 9:20	—Termination
§ 9:21	—Enforcement
§ 9:22	—Priorities—General priority principles
§ 9:23	— —Filing of the notice of tax lien
§ 9:24	— —Prior choate liens
§ 9:25	— —The Federal Tax Lien Act of 1966
§ 9:26	— — —Section 6323(a)—Priority for prefiling parties
§ 9:27	— — —Section 6323(b)—“Super priority” rules
§ 9:28	— — —Sections 6323(c) and 6323(d)—Security interests in after-acquired property and future advances
§ 9:29	— —Priority in a bankruptcy of the taxpayer
§ 9:30	Construction liens—In general
§ 9:31	—Parties entitled to construction liens
§ 9:32	—Lienable materials or services
§ 9:33	—Property subject to construction liens
§ 9:34	—Parties against whose property construction liens can be obtained—The owner
§ 9:35	— —The extent to which the owner’s property is subject to the lien
§ 9:36	— —Waiver or release
§ 9:37	—Procedure, enforcement and priorities
§ 9:38	—Payment bonds

PART IV. FEDERAL BANKRUPTCY

CHAPTER 10. BANKRUPTCY AS A METHOD OF DEALING WITH INSOLVENCY

§ 10:1	Historical development of bankruptcy law in the United States
§ 10:2	Characteristics of bankruptcy—Bankruptcy as a federal system for dealing with insolvency
§ 10:3	—Fresh start for the debtor through discharging debts
§ 10:4	—Equality of distribution
§ 10:5	—Trustee’s avoiding power

- § 10:6 —The automatic stay
- § 10:7 —The bankruptcy estate and exemptions
- § 10:8 The Bankruptcy Reform Act of 1978
- § 10:9 The Bankruptcy Abuse Prevention and Consumer Protection Act of 2005
- § 10:10 Organization of the Bankruptcy Code
- § 10:11 Types of bankruptcy cases under the Bankruptcy Code
- § 10:12 —Straight bankruptcy: Liquidation under Chapter 7
- § 10:13 Changes to Chapter 7 by 2005 Act, including means test
- § 10:14 Types of bankruptcy cases under the Bankruptcy Code—Adjustment of the debts of an individual with regular income under Chapter 13
- § 10:15 —Reorganization under Chapter 11
- § 10:16 —Adjustment of the debts of a family farmer or family fisherman with regular annual income under Chapter 12
- § 10:17 —Cross-border cases under Chapter 15

CHAPTER 11. THE BANKRUPTCY COURT SYSTEM

- § 11:1 Evolution of the bankruptcy court system—The Bankruptcy Act of 1898
- § 11:2 —The Bankruptcy Reform Act of 1978
- § 11:3 —The Bankruptcy Amendments and Federal Judgeship Act of 1984
- § 11:4 —The background of the 1984 amendments and the 1978 Reform Act
- § 11:5 —The bankruptcy court system after the 1984 amendments
- § 11:6 —The bankruptcy court system after the 2005 Act
- § 11:7 Jurisdiction—District court: 28 U.S.C.A. § 1334
- § 11:8 —Procedure for exercise of bankruptcy jurisdiction: 28 U.S.C.A § 157
- § 11:9 — —Core proceedings
- § 11:10 —Contempt and other sanctions
- § 11:11 —Abstention
- § 11:12 — —Permissive abstention
- § 11:13 — —Mandatory abstention
- § 11:14 —Removal to district and bankruptcy courts
- § 11:15 — —Noncore related proceedings
- § 11:16 —Withdrawal of reference
- § 11:17 —Appeals—Appellate jurisdiction

TABLE OF CONTENTS

§ 11:18	— —Time for taking an appeal
§ 11:19	— —Stays and mootness of appeal
§ 11:20	— —Standing to appeal
§ 11:21	Venue
§ 11:22	—for bankruptcy cases: Where to file a petition
§ 11:23	—for proceedings arising under title 11 or arising in, or related to, cases under title 11
§ 11:24	—Change of venue
§ 11:25	Jury trials
§ 11:26	Bankruptcy rules
§ 11:27	Bankruptcy Rules Emergency

CHAPTER 12. BANKRUPTCY: COMMENCEMENT OF CASE AND AUTOMATIC STAY

A. COMMENCEMENT OF A BANKRUPTCY CASE

§ 12:1	Introduction
§ 12:2	Venue and commencement of the case
§ 12:3	—Proper filing and transfer of case
§ 12:4	—Joint filings
§ 12:5	—Joint administration and substantive consolidation
§ 12:6	Eligibility to become a debtor
§ 12:7	—Voluntary bankruptcy
§ 12:8	—Involuntary bankruptcy
§ 12:9	— —Effect of an involuntary petition
§ 12:10	— —Petitioning creditors
§ 12:11	— —Involuntary partnership cases
§ 12:12	— —Opposing the petition
§ 12:13	— —Jury trial
§ 12:14	— —Grounds for relief
§ 12:15	— — —Debtor generally not paying debts
§ 12:16	— — —Custodian has been appointed
§ 12:17	—Successive or serial filings
§ 12:18	Filing the petition
§ 12:19	—Schedules of assets and liabilities, current income and expenditures, and list of creditors
§ 12:20	—Filing fees and attorney's fees
§ 12:21	— —Bankruptcy attorney prepetition fee agreements—Fees earned both pre and postpetition
§ 12:22	— —Professional responsibility of the bankruptcy attorney

- § 12:23 —Debt relief agency
- § 12:24 —Service of the petition and process
- § 12:25 —Employment of professionals: Attorneys,
accountants, and appraisers
- § 12:26 —Attorney client privilege
- § 12:27 Meeting of creditors
- § 12:28 —Examination of the debtor
- § 12:29 —Selection of a trustee

B. THE AUTOMATIC STAY

- § 12:30 Automatic stay—Introduction
- § 12:31 —Willful violations and damages
- § 12:32 —Exceptions to the automatic stay
- § 12:33 —Waiver of the Automatic Stay
- § 12:34 —Stay of proceedings against codebtors
- § 12:35 —Termination of the stay
- § 12:36 —Relief from the stay—Granting of relief
- § 12:37 — —Adequate protection
- § 12:38 — — —When does adequate protection begin?
- § 12:39 —The tolling effect of the stay
- § 12:40 —Other injunctive relief

CHAPTER 13. THE DEBTOR'S BANKRUPTCY ESTATE

- § 13:1 Introduction
- § 13:2 Selection of the trustee—General duties
- § 13:3 —Duties, powers, and compensation
- § 13:4 —Liability of the trustee
- § 13:5 —Eligibility of trustee
- § 13:6 —The U.S. Trustee
- § 13:7 The automatic stay: section 362
- § 13:8 Property of the estate
- § 13:9 —Exceptions: Section 541(b)
- § 13:10 —Exclusions: Section 541(c)
- § 13:11 —Community property
- § 13:12 —Property acquired after the filing of the petition
- § 13:13 —Property of the estate upon conversion of case to
another chapter: effect of conversion
- § 13:14 Turnover of property to the estate
- § 13:15 —Exceptions in sections 542(b) to (e)
- § 13:16 —Turnover of property by a custodian
- § 13:17 Abandonment of property
- § 13:18 —Effect of abandonment on the automatic stay

TABLE OF CONTENTS

§ 13:19	—Abandonment of hazardous property
§ 13:20	Exemptions—The 1978 Bankruptcy Code
§ 13:21	—The 2005 Act
§ 13:22	—Retirement fund exemptions: Sections 522(b)(3), (d)(12) and (n)
§ 13:23	—Protection of the debtor’s exemptions: section 522(c)
§ 13:24	—Federal bankruptcy exemptions: section 522(d)(1)— Homestead
§ 13:25	—Federal bankruptcy exemptions: section 522(d)(2) and (3)—Vehicles, household furnishings, appliances, wearing apparel, and other personal items
§ 13:26	—Federal bankruptcy exemptions: section 522(d)(4)— Jewelry
§ 13:27	—Federal bankruptcy exemptions: section 522(d)(5)— Wild-card exemptions
§ 13:28	—Federal bankruptcy exemptions: section 522(d)(6)— Tools of the trade
§ 13:29	—Federal bankruptcy exemptions: section 522(d)(7) and (8)—Life insurance policies
§ 13:30	—Federal bankruptcy exemptions: section 522(d)(9)— Health aids
§ 13:31	—Federal bankruptcy exemptions: section 522(d)(10)—Certain benefits and wage substitutes
§ 13:32	—Federal bankruptcy exemptions: section 522(d)(11)—Miscellaneous compensation payments
§ 13:33	—Federal bankruptcy exemptions: section 522(d)(12)—Retirement funds exemption
§ 13:34	—Federal bankruptcy exemptions: section 522(m)
§ 13:35	—Enhancement of the debtor’s exemptions: Lien avoidance under section 522(f)
§ 13:36	—Claiming the exemption
§ 13:37	— —Amendment of the schedule of exemptions
§ 13:38	— —Objections to claim of exemptions
§ 13:39	—Converting non-exempt property into exempt property prior to bankruptcy
§ 13:40	Redemption
§ 13:41	Assumption, assignment, and rejection of unexpired leases and executory contracts—Introduction
§ 13:42	—The lease and the executory contract
§ 13:43	—Timetable for rejection or assumption
§ 13:44	—The test for rejection
§ 13:45	—Assumption
§ 13:46	—Assignment
§ 13:47	—Rejection

- § 13:48 —Rejection of the debtor's executory contracts for the sale of real property
- § 13:49 —Rejection of the debtor-lessor's unexpired leases of real property
- § 13:50 —Assumption and rejection of collective bargaining agreements and retiree benefit obligations
- § 13:51 —Rejection of licenses and executory contracts relating to intellectual property
- § 13:52 Reclamation by sellers
- § 13:53 Seller's right to stop goods in transit or to withhold delivery
- § 13:54 Sale, use, and liquidation of the estate and the power to obtain credit

CHAPTER 14. CLAIMS AND DISTRIBUTION OF THE ESTATE

- § 14:1 Introduction
- § 14:2 Creditors who may share in the distribution of the estate
- § 14:3 Proof of claim
- § 14:4 —When proof of claim must be filed
- § 14:5 — —Late filing of claims and payment of late claims
- § 14:6 —Place of filing
- § 14:7 —Errors in filing
- § 14:8 —Withdrawal of proof of claim
- § 14:9 Amendment of claims
- § 14:10 Transfer of claims
- § 14:11 Allowance of claims
- § 14:12 —Parties in interest
- § 14:13 —Objections to allowance of claims
- § 14:14 —Reconsideration of claims
- § 14:15 —Setoff of claims
- § 14:16 — —Postpetition return of goods for offset
- § 14:17 —Estimation of claims
- § 14:18 Disallowance of claims
- § 14:19 —Claims unenforceable under nonbankruptcy law
- § 14:20 —Unmatured interest
- § 14:21 —Property tax claims
- § 14:22 —Services of an insider or attorney of the debtor
- § 14:23 —Unmatured claims for postpetition domestic support obligation
- § 14:24 —Claims of lessors of real property
- § 14:25 —Claims of employees under employment contracts
- § 14:26 —Limitations on the allowability of certain tax claims

TABLE OF CONTENTS

§ 14:27	—Claims of transferees of voidable transfers
§ 14:28	—Tardily filed claims
§ 14:29	Allowance of postpetition claims
§ 14:30	—Involuntary-gap claims
§ 14:31	—Claims arising from rejection of executory contracts or leases
§ 14:32	—Claims arising from the trustee’s recovery of property
§ 14:33	—Certain tax claims arising after the commencement of the case
§ 14:34	—Certain expenses incurred by the trustee
§ 14:35	—Certain expenses incurred by creditors after the petition is filed
§ 14:36	Claims of codebtors, sureties, and guarantors
§ 14:37	Contingent and unliquidated claims
§ 14:38	Priority claims
§ 14:39	—First priority: domestic support obligations
§ 14:40	—Second priority: administrative expenses
§ 14:41	—Third priority: involuntary-gap claims
§ 14:42	—Fourth priority: wage, salary, and related claims
§ 14:43	—Fifth priority: claims of employee benefit plans
§ 14:44	—Sixth priority: claims of grain producers and fishermen
§ 14:45	—Seventh priority: consumer deposits
§ 14:46	—Eighth priority: certain governmental tax claims
§ 14:47	— —Income and gross receipt taxes
§ 14:48	— —Property taxes
§ 14:49	— —Taxes required to be collected or withheld
§ 14:50	— —Certain employment taxes on wages, salary, or commissions
§ 14:51	— —Excise taxes
§ 14:52	— —Custom duties
§ 14:53	— —Penalties that are compensation for actual loss
§ 14:54	— —Rate of interest on tax claims
§ 14:55	—Ninth priority: claims for commitment to maintain capital of insured depository institution
§ 14:56	—Tenth priority: claims for driving while impaired
§ 14:57	—Subrogation to priority status
§ 14:58	Secured claims
§ 14:59	—Marshalling of assets
§ 14:60	—Security interests in aircraft equipment and vessels
§ 14:61	Subordination of claims
§ 14:62	Reduction of claims

CHAPTER 15. BANKRUPTCY: DISCHARGE

- § 15:1 Introduction
- § 15:2 Discharge under different bankruptcy chapters
- § 15:3 Choosing an objection to discharge or an exception
- § 15:4 Nature and effect of discharge
- § 15:5 Grounds for denial of discharge
- § 15:6 —The debtor is not an individual: section 727(a)(1)
- § 15:7 —Fraudulent conveyance and concealment: section 727(a)(2)
- § 15:8 —Unjustified failure to keep or preserve business or financial books, documents, and records of the debtor: section 727(a)(3)
- § 15:9 —Knowingly and fraudulently making a false oath or presenting a false claim: section 727(a)(4)
- § 15:10 —Failure to satisfactorily explain any loss of assets or deficiency of assets to meet the debtor's liabilities: section 727(a)(5)
- § 15:11 —Refusal to obey a lawful court order or to testify: section 727(a)(6)
- § 15:12 —Commission of acts in another case: section 727(a)(7)
- § 15:13 —Prior discharge in a case commenced within eight [or six] years of the filing of the petition: section 727(a)(8) to (9)
- § 15:14 —Waiver of discharge: section 727(a)(10)
- § 15:15 —Debtor's failure to complete instructional course: section 727(a)(11)
- § 15:16 —Delay of discharge for application of section 522(q): section 727(a)(12)
- § 15:17 Objections to discharge: procedure and burden of proof
- § 15:18 Objections to discharge—Who may object to discharge
- § 15:19 —When an objection must be made
- § 15:20 Revocation of discharge
- § 15:21 Exceptions to the effect of discharge: section 523
- § 15:22 Exceptions to the effect of discharge—Determining dischargeability: procedural aspects and timing
- § 15:23 —Preclusion concepts
- § 15:24 —Nondischargeable debts
- § 15:25 — —Taxes and custom duties: section 523(a)(1)
- § 15:26 — —Claims for money, property, or services, or an extension or renewal of credit obtained by fraud or false pretenses: section 523(a)(2)
- § 15:27 — —Unscheduled claims: section 523(a)(3)

TABLE OF CONTENTS

§ 15:28	— —Claims arising from defalcation in a fiduciary capacity or from embezzlement or larceny: section 523(a)(4)
§ 15:29	— —Claims for domestic support obligations: section 523(a)(5)
§ 15:30	— —Claims for willful or malicious injury: section 523(a)(6)
§ 15:31	— —Claims for fines, penalties, or forfeitures: section 523(a)(7)
§ 15:32	— —Claims for educational loans: section 523(a)(8)
§ 15:33	— —Claims for wrongful death or injury resulting from unlawful operation of a motor vehicle, vessel or aircraft while intoxicated: section 523(a)(9)
§ 15:34	— —Claims that were not discharged in a prior bankruptcy case: section 523(a)(10)
§ 15:35	— —Claims for fraud or defalcation while acting in a fiduciary capacity with respect to a depository institution or insured credit union: section 523(a)(11)
§ 15:36	— —Malicious or reckless failure to fulfill commitment to maintain the capital of an insured depository institution: section 523(a)(12)
§ 15:37	— —Restitution ordered under 18 U.S.C.A. § 523(a)(13)
§ 15:38	— —Debt incurred to pay a nondischargeable U.S. tax: section 523(a)(14)
§ 15:39	— —Debt incurred to pay a nondischargeable tax other than to the U.S.: section 523(a)(14A)
§ 15:40	— —Debt incurred to pay fines or penalties under Federal election law: Section 523(a)(14B)
§ 15:41	— —Debts to a spouse, former spouse, or child of the debtor but not domestic support obligations: section 523(a)(15)
§ 15:42	— —Postpetition fees due to condominium and cooperative associations: section 523(a)(16)
§ 15:43	— —Fees and costs imposed by a court for filing of a case, motion, complaint or appeal: section 523(a)(17)
§ 15:44	— —Debts owed to a pension, profit-sharing, stock bonus or other tax-sheltered plan: section 523(a)(18)
§ 15:45	— —Debts arising from security laws or fraud in connection with purchase of a security: section 523(a)(19)
§ 15:46	Ensuring the fresh start—Protecting the debtor from discrimination: section 525
§ 15:47	— —Governmental discrimination
§ 15:48	— —Private discrimination with respect to employment

- § 15:49 — —Discrimination with respect to student loan applications
- § 15:50 — —Discrimination by utilities
- § 15:51 Reaffirmation

Volume 3

CHAPTER 16. THE TRUSTEE'S AVOIDING POWERS AND RECOVERY OF ASSETS FOR THE ESTATE

- § 16:1 Introduction
- § 16:2 —Who may exercise the avoiding powers
- § 16:3 —When the avoiding powers must be invoked:
Section 546
- § 16:4 The strong arm clause: Section 544(a)
- § 16:5 The strong arm clause—The trustee as a hypothetical lien creditor: Section 544(a)(1)
- § 16:6 —The trustee as a judgment creditor with an execution returned unsatisfied: Section 544(a)(2)
- § 16:7 —The trustee as a bona fide purchaser of real property: Section 544(a)(3)
- § 16:8 —The trustee's avoiding powers under section 544: Constructive trusts and other equitable interests
- § 16:9 The trustee as representative of actual creditors: Section 544(b)
- § 16:10 Preferences: Section 547
- § 16:11 Preferences: Section 547(b)—Transfer of property of the debtor
- § 16:12 Preferences: Section 547(b)(1)—Transfer to or for the benefit of a creditor
- § 16:13 Preferences: Section 547(b)(2)—Transfer for or on account of an antecedent debt
- § 16:14 Preferences: Section 547(b)(3)—Transfer made while the debtor was insolvent
- § 16:15 Preferences: Section 547(b)(4)—Transfer made on or within 90 days before the filing of the petition
- § 16:16 Preferences: Section 547(b)(5)—Transfer that enables creditor to receive more than would be received in a Chapter 7 liquidation
- § 16:17 Preferences: Section 547(c)—Exceptions to the avoiding power
- § 16:18 Preferences—Exceptions to the avoiding power—Substantially contemporaneous exchanges: Section 547(c)(1)

TABLE OF CONTENTS

§ 16:19	— —Payments in the ordinary course: Section 547(c)(2)
§ 16:20	— —Enabling loans: Section 547(c)(3)
§ 16:21	— —Subsequent advance rule: Section 547(c)(4)
§ 16:22	— —Improvement-of-position test: Section 547(c)(5), and Uniform Commercial Code Article 9 Floating Lien
§ 16:23	— —Nonavoidable statutory liens: Section 547(c)(6)
§ 16:24	— —Payment of a domestic support obligation: Section 547(c)(7)
§ 16:25	— —Small preferences in consumer debtor cases: Section 547(c)(8)
§ 16:26	— —Payment of small nonconsumer debts: Section 547(c)(9)
§ 16:27	—Judicial liens as preferences
§ 16:28	—Insider preferences: Section 547(b)(4)(B)
§ 16:29	Avoiding fraudulent transfers: Section 548
§ 16:30	Self-settled trusts: Section 548(e)
§ 16:31	Avoiding statutory liens: Section 545
§ 16:32	Preserving avoidable liens and transfers—Section 551
§ 16:33	Trustee’s power to recover prepetition setoff: Section 553
§ 16:34	Avoiding postpetition transfers of property of the estate: Section 549
§ 16:35	Avoiding federal tax claims and liens and treatment of other miscellaneous liens: Section 724
§ 16:36	Recovery from transferees: Section 550
§ 16:37	Avoiding liens under section 506(d)
§ 16:38	Avoidance of warehouse liens: Section 546(i)
§ 16:39	Master netting agreements: Section 546(j)

CHAPTER 16A. CHAPTER 11 PLANS: REORGANIZATION

§ 16A:1	Introduction
§ 16A:2	Eligibility for Chapter 11
§ 16A:3	Individuals in Chapter 11
§ 16A:4	Commencement of the Chapter 11 case and initial hearings
§ 16A:5	Chapter 11 debtor in possession
§ 16A:6	Role of U.S. Trustee or bankruptcy administrator
§ 16A:7	Committees
§ 16A:8	Chapter 11 trustee
§ 16A:9	Examiners
§ 16A:10	Who can file a plan and exclusivity

- § 16A:11 Plan requirements
- § 16A:12 Disclosure statement
- § 16A:13 Acceptance or rejection of the plan
- § 16A:14 Prepackaged plans
- § 16A:15 Confirmation requirements
- § 16A:16 The small business debtor, small business case and case governed by subchapter V of Chapter 11—
Introduction
- § 16A:17 —“Small business” cases under BAPCPA
- § 16A:18 —Subchapter V cases under the Small Business Reorganization Act of 2019 (SBRA)
- § 16A:19 —SBRA’s changes in Chapter 11 confirmation rules under Subchapter V
- § 16A:20 —“Fast track” Chapter 11 procedures for all?
- § 16A:21 —Conclusion
- § 16A:22 Single asset real estate debtor
- § 16A:23 Health care businesses
- § 16A:24 Effect of confirmation and discharge
- § 16A:25 Plan modification
- § 16A:26 Revocation of confirmation order
- § 16A:27 Conversion and dismissal

CHAPTER 16B. CHAPTER 12 PLANS: ADJUSTMENT OF DEBTS OF A FAMILY FARMER OR FAMILY FISHERMAN WITH REGULAR ANNUAL INCOME

- § 16B:1 Introduction
- § 16B:2 —Overview and purpose of Chapter 12
- § 16B:3 — —How Chapter 12 works
- § 16B:4 — —The Chapter 12 plan and confirmation hearing
- § 16B:5 — —Making the plan work
- § 16B:6 — —The Chapter 12 discharge
- § 16B:7 — —Chapter 12 hardship discharge
- § 16B:8 —Comparison with Chapters 7, 11 and 13:
Advantages and disadvantages
- § 16B:9 Eligibility for Chapter 12
- § 16B:10 Commencement of the case
- § 16B:11 The Chapter 12 estate—Property of the estate
- § 16B:12 The debtor as debtor in possession
- § 16B:13 The Chapter 12 trustee
- § 16B:14 Automatic stay and protection for codebtors
- § 16B:15 Adequate protection
- § 16B:16 Sales free of interests

TABLE OF CONTENTS

§ 16B:17	Chapter 12 plan—Formulation and filing
§ 16B:18	—Mandatory provisions
§ 16B:19	—Permissive provisions—No unfair discrimination
§ 16B:20	— —Modification of creditors' rights
§ 16B:21	— —Curing or waiving prebankruptcy defaults
§ 16B:22	— —Concurrent payments
§ 16B:23	— —Assumption, assignment or rejection of executory contracts or unexpired leases
§ 16B:24	— —Payment of claims
§ 16B:25	— —Sale of property of estate
§ 16B:26	— —Payment of long-term secured claims
§ 16B:27	— —Vesting of property in debtor
§ 16B:28	— —Interest on nondischargeable debts
§ 16B:29	— —Other provisions
§ 16B:30	— —Tax provisions
§ 16B:31	—Length of plan
§ 16B:32	—Modification prior to confirmation
§ 16B:33	—Confirmation—Objections and hearing
§ 16B:34	— —Requirements in the absence of objection
§ 16B:35	— —Requirements when objections are filed
§ 16B:36	—Source of funds and payments under the confirmed plan
§ 16B:37	—Effect of confirmation
§ 16B:38	—Modification after confirmation
§ 16B:39	Chapter 12 discharge
§ 16B:40	Chapter 12 discharge and confirmation—Revocation
§ 16B:41	Chapter 12 conversion or dismissal

CHAPTER 17. CHAPTER 13 PLANS: DEBT ADJUSTMENT FOR INDIVIDUALS

§ 17:1	Introduction
§ 17:2	—Overview and purpose of Chapter 13
§ 17:3	—Comparison with Chapter 7 liquidation and Chapter 11: Advantages and disadvantages
§ 17:4	Eligibility for Chapter 13
§ 17:5	Commencement of the case
§ 17:6	The Chapter 13 estate
§ 17:7	—Property of the estate
§ 17:8	—Filing and allowance of claims
§ 17:9	The Chapter 13 trustee
§ 17:10	Duties, rights, and powers of the Chapter 13 debtor
§ 17:11	Automatic stay and protection for codebtors
§ 17:12	—Protection for codebtors

THE LAW OF DEBTORS AND CREDITORS

- § 17:13 —Relief from the codebtor stay
- § 17:14 Filing of the plan
- § 17:15 Contents of the plan—Requirements
- § 17:16 —Optional provisions
- § 17:17 — —Classes of creditors
- § 17:18 — —Modifying the rights of unsecured creditors
- § 17:19 — —Treatment of secured claims
- § 17:20 — —Curing default
- § 17:21 — —Rejection or assumption of executory contracts or unexpired leases
- § 17:22 — —Provision for payment
- § 17:23 — —Treatment of long-term debt
- § 17:24 — —Provision for postpetition claims
- § 17:25 — —Other optional provisions
- § 17:26 Confirmation of the plan—The confirmation hearing, effect of objections and disposable income
- § 17:27 —The effect of confirmation and vesting
- § 17:28 —Compliance with Chapter 13 and the Code
- § 17:29 —Payment of filing fees and other charges
- § 17:30 —Case filed and plan proposed in good faith
- § 17:31 —Best-interest-of-creditors test
- § 17:32 —Treatment of secured claims
- § 17:33 —Feasibility
- § 17:34 —Duration of the plan
- § 17:35 —Domestic support and tax obligations
- § 17:36 Modification of the plan—Modification before confirmation
- § 17:37 —Modification after confirmation
- § 17:38 Conversion or dismissal
- § 17:39 —Conversion of a Chapter 13 case to Chapter 7, 11, or 12
- § 17:40 —Dismissal of a Chapter 13 case
- § 17:41 Discharge
- § 17:42 —Plan completion discharges
- § 17:43 —Hardship discharges
- § 17:44 —Revocation of discharge

Table of Laws and Rules

Table of Cases

Index