

UNITED STATES BANKRUPTCY COURT WESTERN DISTRICT OF TENNESSEE **MEMPHIS DIVISION**

IN RE:

RECYCLE SOLUTIONS, INC.

Debtor-In-Possession.

Case #: 14-31338 Chapter 11

ED STATES BANKRUPTCY JUDGE

AGREED ORDER RESOLVING MOTION OF NISSAN MOTOR ACCEPTANCE **CORPORATION FOR RELIEF FROM THE AUTOMATIC STAY AND** ABANDONMENT AND PROVIDING FOR ADEQUATE PROTECTION PENDING **CONFIRMATION OF CHAPTER 11 PLAN**

The parties, as evidenced by the signatures of their respective counsel and/or

representatives below, have agreed to resolve the Motion of Nissan Motor Acceptance

Corporation (hereinafter "NMAC") seeking relief from the automatic stay pursuant to 11 U.S.C.

§ 362 and requesting abandonment of property pursuant to Rule 6007 of the Federal Rules of

Civil Procedure. The resolution of this matter proposes to pay adequate protection payments to

NMAC on its collateral, as set forth herein, pending confirmation of the debtor's Chapter 11

plan. The parties have agreed as follows:

1. This court has jurisdiction to determine this matter pursuant to 28 U.S.C. § 1334.

Dated: May 21, 2015 The following is SO ORDERED:

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2. NMAC is a corporation organized under laws of the State of California and is qualified to do business in Tennessee and Texas.

3. The debtor, Recycle Solutions, Inc., filed a voluntary Chapter 11 petition with this court on November 4, 2014.

4. NMAC is a secured creditor and party in interest holding a claim (Claim # 3) in the amount of \$12,272.21. NMAC's claim is secured by a lien on a 2012 Nissan Altima automobile (VIN #: 1N4AL2AP5CC112109) purchased by the debtor and co-signed by Mark Huber, individually.

5. The parties agree that NMAC's claim is properly perfected as evidenced by the Certificate of Title attached to its claim as well as the Certificate of Title exhibit to its Motion for Relief from the Automatic Stay.

6. The parties agree that the value of the vehicle, pursuant to the January 2015 NADA Book, is \$14,250.00 without deducting for mileage and/or condition. A review of the January 2015 NADA Book indicates that the vehicle also has an average trade-in value of \$10,800.00 with an average overall retail value of \$12,525.00. This amount is in excess of the claim amount filed by NMAC.

7. The debtor has agreed, pursuant to 11 U.S.C. § 361, to tender adequate protection payments to NMAC pending confirmation of its Plan of Reorganization. The adequate protection payments will be based on an amortization of the amount of NMAC's claim (\$12,272.21) with interest of 5% and monthly payments of \$231.59.

8. The parties would respectfully submit that due to the depreciating nature of NMAC's collateral that adequate protection is required pursuant to 11 U.S.C. § 362. The parties would respectfully submit that the automatic stay of 11 U.S.C. § 362 shall remain in effect so

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long as the debtor is tendering adequate protection payments to NMAC with said payments to commence on or before April 30, 2015 and continuing on the 30th and/or last day of each month thereafter until such time as the debtor's proposed Plan of Reorganization is filed, approved and confirmed. The parties also agree that the treatment of NMAC's claim may be altered as it relates to the amount of the monthly payments but, only as it relates to the treatment owed in the Chapter 11 Plan of Reorganization.

9. Notwithstanding the above referenced provisions, NMAC reserves the right to renew its Motion for Relief from the Automatic Stay in the event the debtor defaults in adequate protection payments set forth herein.

10. The debtor would respectfully submit that the retention of the 2012 Nissan Altima automobile is necessary for an effective reorganization to the debtor's estate and that the adequate protection payments, as proposed, in the amount of \$231.59 per month, are reasonable based on the monthly payments set forth in the original Retail Installment Sales Contract in the amount of \$538.90.

WHEREFORE, PREMISES CONSIDERED, the parties have agreed to resolve the Motion of Nissan Motor Acceptance Corporation seeking relief from the automatic stay pursuant to 11 U.S.C. § 362(d) and abandonment pursuant to Rule 6007 of the Federal Rules of Bankruptcy Procedure and to provide adequate protection payments to Nissan Motor Acceptance Corporation pursuant to 11 U.S.C. § 361 as set forth above subject only to the rights retained by NMAC as set forth herein. Case 14-31338 Doc 236 Filed 05/22/15 Entered 05/22/15 13:23:03 Desc Main Document Page 4 of 4

SUBMITTED FOR ENTRY:

NISSAN MOTOR ACCEPTANCE CORPORATION:

<u>/s/ James D. Lane, II</u> James D. Lane, II, Esq., BPR #011290 Hull, Ray, Rieder, Ewell, Lane & Lynch, P.C. P.O. Box 878 Tullahoma, TN 37388 (931) 455-5478

ATTORNEY FOR THE DEBTOR:

/s/ Steven N. Douglass Steven N. Douglass, BPR #09770) 40 S. Main Street, Suite 2700 Memphis, TN 38103 (901) 525-1455