	Case 22-11824-abl	Doc 718	Entered 02/2	3/23 14:11:31	Page 1 of 6		
1	STEVEN T GUBNER - 1	NV Bar No	4674				
2	STEVEN T. GUBNER – NV Bar No. 4624 SUSAN K. SEFLIN – CA Bar No. 213865 – Admitted <i>Pro Hac Vice</i>						
3	JESSICA S. WELLINGTON – CA Bar No. 324477 – Admitted <i>Pro Hac Vice</i> BG LAW LLP						
4	300 S. 4 th Street, Suite 1550 Las Vegas, NV 89101						
5	Telephone: (702) 835-0800						
6	Facsimile: (866) 995-0215 Email: sgubner@bg.law						
	sseflin@bg.law jwellington@bg.law						
7							
8	Attorneys for Province, LLC, solely in its capacity as the Liquidating Trustee of the Front Sight Creditors Trust						
9							
10	UNITED STATES BANKRUPTCY COURT						
11	FOR THE DISTRICT OF NEVADA						
12	In re:		Case	No. 22-11824-a	bl		
13		IC					
14	Front Sight Management L	LC,	Chapt	ter 11			
15	Debtor.		Hear	ing Date: April	13 2023		
16				ing Time: 9:30 a			
17	_						
18							
19	LIQUIDATING TRUSTEE'S MOTION FOR ENTRY OF AN ORDER EXTENDING THE CLAIM OBJECTION DEADLINE TO AUGUST 28, 2023						
20	<u>CLAIN</u>	<u>I OBJEC I</u>	<u>ON DEADLIN</u>	<u>NE IO AUGUS</u>	<u>1 28, 2023</u>		
21	Province, LLC, solely in its capacity as the duly authorized and acting Liquidating Trustee						
22	(the "Liquidating Trustee") ¹ of the Front Sight Creditors Trust (the "Trust"), hereby files this motion						
23	(the "Motion") for entry of an order under Section 105(a), ² Bankruptcy Rule 9006(b), and Local						
24							
25							
	¹ Pursuant to Front Sight Management, LLC's (the "Debtor") confirmed chapter 11 plan of reorganization and order thereon, the Liquidating Trustee has standing to pursue all claim objections of general unsecured creditors in this case.						
26 27							
27	² References to "Section" refer to the Bankruptcy Code (11 U.S.C. §§ 101 et seq.); references to "Bankruptcy Rule" refer to the Federal Rules of Bankruptcy Procedure; and references to "Local						
28	Rule" refer to the Local Ba			upicy Procedure	, and references to "Loc	al	

1 Rule 3007.1 extending the general claims objection deadline of February 28, 2023, for

² approximately six (6) months through and including August 28, 2023.

This Motion is made and based upon the following Memorandum of Points and Authorities, the concurrently filed declaration of Amanda Demby Swift, the papers, pleadings, and other documents on file with the clerk of the Court, and judicial notice of which is respectfully requested pursuant to Federal Rule of Evidence 201, and such other and further evidence as may be provided at the hearing on the Motion.

8

9

MEMORANDUM OF POINTS AND AUTHORITIES

I. JURISDICTION AND VENUE

This Court has jurisdiction to consider this matter pursuant to 28 U.S.C. §§ 157 and
 1334 and Local Rule 1001(b)(1).

12

13

2. Venue is proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409.

3. This is a core proceeding pursuant to 28 U.S.C. § 157(b)(2).

14 4. The statutory predicates for the relief sought herein are Section 105(a), Bankruptcy
15 Rule 9006(b), and Local Rule 3007.1.

5. As required by Local Rule 9014.2, the Liquidating Trustee consents to the entry of
final orders or judgments by this Court if it is determined that this Court, absent consent of the
parties, cannot enter final orders or judgments consistent with Article III of the United States
Constitution.

20 **II. BAC**

BACKGROUND

6. On May 24, 2022, the Debtor filed a voluntary petition for relief under chapter 11 of
the Bankruptcy Code [ECF No. 1].

23

24

On June 15, 2022, the Debtor filed its Schedule of Assets and Liabilities [ECF No.
 137] (the "Schedules"). The Schedules list over 2,900 claims against the Debtor.

8. In addition, approximately 1,065 proofs of claim have been filed against the Debtor.
The vast majority of these claims were filed by pre-petition members of the Debtor and arise out of
money spent for their memberships and/or related member rewards.

28

2

9. On November 29, 2022, the Court entered an order [ECF No. 556] (the
 "Conformation Order") confirming the Debtor's *Second Amended Chapter 11 Plan of Reorganization* [ECF No. 405] (together with any and all amendments thereto, all exhibits and
 schedules thereto and all documents incorporated by reference therein including all supplements, the
 "Plan") pursuant to which the "Reorganized Debtor" has new ownership and membership as of the
 effective date of the Plan. The effective date ("Effective Date") of the plan was December 2, 2022
 [ECF No. 584].

8 10. Pursuant to the Confirmation Order, the Trust was created to, among other things,
 9 oversee and administer general unsecured claims, objections thereto, and ultimately distributions on
 10 allowed general unsecured claims. Province, LLC was appointed as the Liquidating Trustee of the
 11 Trust.

11. Pursuant to the Confirmation Order, the deadline for filing objections to proofs of
claim is February 28, 2023 (the "Objection Deadline"). However, the Plan itself provided for a
claim objection deadline that was 180 days after the Effective Date (or May 31, 2023). I.e., the
Confirmation Order included an incorrect Objection Deadline for filing objections to proofs of
claim.

17 12. As of the filing of this Motion, the Liquidating Trustee has filed six omnibus claim
objections [ECF Nos. 691, 695, 700, 709, 711, and 713] since its appointment (and a total of thirteen
omnibus objections have been filed to date in this case). If all of the Liquidating Trustee's
objections are sustained, the claims asserted against the Debtor will be reduced by approximately
\$4.6 million.

13. While the Liquidating Trustee has made significant progress in resolving the disputed
claims and believes that the majority of claim objections have been filed, the Liquidating Trustee
requires additional time to analyze and address the remaining claims outstanding (and any new or
amended claims that may be filed).

26 III. RELIEF REQUESTED

14. The Liquidating Trustee seeks entry of an order extending the Objection Deadline
through and including August 28, 2023 (which is only three months beyond the May 31, 2023

3

objection deadline included in the Plan). The Liquidating Trustee believes an additional six (6)
month period will allow the Liquidating Trustee and its agents and professionals sufficient time to
analyze and address the remaining claims outstanding. The Liquidating Trustee does not believe that
it will need to request additional time and hopes to have completed its administration of the Trust by
then (though the Motion is without prejudice to the Liquidating Trustee's right to request a further
extension of the Objection Deadline).

7

8

9

10

IV.

BASIS FOR RELIEF

A. <u>The Court has Discretion Under the Plan, Bankruptcy Rule 9006, Local Rule</u> <u>3007.1 and Section 105(a) of the Bankruptcy Code to Extend the Objection</u> <u>Deadline</u>

11 15. The Plan, the Bankruptcy Rules, and Local Rules contemplate that an extension of the
 12 Objection Deadline may be necessary. Section II.A of the Plan provides, in pertinent part, as
 13 follows:

14

15

25. <u>Claims Objection Deadline</u>. One hundred eighty (180) days following the Effective Date, which may be extended by the Bankruptcy Court upon motion of any party in interest for cause.

16 16. Accordingly, the Plan contemplates appropriate extensions of the Objection Deadline
 "for cause." Bankruptcy Rule 9006(b)(1) provides, in pertinent part, that when an act is required or
 allowed to be done at or within a specified period by order of court, the court for cause shown may
 at any time in its discretion, with or without motion or notice, order the period enlarged if the request
 is made before the expiration of the period originally prescribed or as extended by a previous order.
 Fed. R. Bankr. P. 9006(b)(1).

17. Courts should be liberal in granting extensions of time sought before the period to act
has elapsed, as long as the moving party has not been guilty of negligence or bad faith and the
privilege of extension has not been abused. 10 Collier on Bankruptcy P 9006.06[2] (16th 2022). As
the current Objection Deadline does not expire until February 28, 2023, this Motion is timely filed
within the meaning of Bankruptcy Rule 9006(b). Further, this Motion is filed in good faith as the
Liquidating Trustee has been diligently working toward resolution of all proofs of claims as
evidenced by the significant progress made in objecting to claims.

In addition to the specific authority set forth in the Plan and Bankruptcy Rule
 9006(b), Local Rule 3007.1 provides that "Unless otherwise extended by court order, all objections
 to claims in a chapter 11 case must be filed within sixty (60) days after entry of an order confirming
 the chapter 11 plan." Thus, the Local Rules allow the Objection Deadline to be extended by Court
 order.

- Finally, the Court has broad discretion to control its schedule and docket. Section
 105(a) grants bankruptcy courts broad authority and discretion to take such actions and implement
 such procedures as are necessary to enforce the provisions of the Bankruptcy Code and/or its orders,
 including the enlargement of prescribed time periods and deadlines. *See* 11 U.S.C. § 105(a).
- 10

B.

Sufficient Cause Exists to Extend the Objection Deadline

20. In the instant case, the Liquidating Trustee has demonstrated sufficient cause to
 justify an extension of the Objection Deadline as requested herein.

13 21. As set forth above, a total of approximately 1,065 proofs of claim have been filed in
14 this case, and the vast majority of those claims have been filed by the Debtor's pre-petition
15 members. Many of the Debtor's pre-petition members filed their claims based on the amount of
16 their member rewards, rather than the amount they paid to the Debtor. The Liquidating Trustee does
17 not object to the Debtor's pre-petition members having a claim against the Debtor for the amounts
18 they paid to the Debtor. However, reviewing the proofs of claim compared to the Debtor's records
19 takes a significant amount of time.

20 22. While the Liquidating Trustee and its agents and professionals have made substantial 21 progress towards reconciling the claims filed against the Debtor, the Liquidating Trustee anticipates 22 filing more claim objections and thus requires additional time to complete the claim objection 23 process. An extension of the Objection Deadline will ensure a thorough analysis of each of the 24 claims in this case and will hopefully provide the Liquidating Trustee with sufficient time to resolve 25 all disputed claims.

26 23. For the foregoing reasons, the Liquidating Trustee respectfully requests that the
 27 current Objection Deadline be extended through and including August 28, 2023.

28

5

V. CONCLUSION

1

6

Based on the foregoing, the Liquidating Trustee respectfully requests that the Court enter an
order extending the Objection Deadline through and including August 28, 2023, without prejudice to
the Liquidating Trustee's right to request a further extension of the Objection Deadline for cause
shown, and to grant such other and further relief as the Court deems just and proper.

7	DATED: February 23, 2023	BG Law LLP		
8				
9		By: <u>/s/ Susan K. Seflin</u> Susan K. Seflin		
10		Susan K. Seflin Jessica S. Wellington Attorneys for Province, LLC, solely in its capacity as the Liquidating Trustee of the Front Sight Creditors Trust		
11		Attorneys for Province, LLC, solely in its capacity as the Liquidating Trustee of the Front Sight Creditors		
12		Irust		
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				