

USTP Region 21_AUST_Email to Chapter 7 Trustees_Reserving Assets in Closed Cases_25August2017

Email sent by Region 21 AUSTs to Chapter 7 Trustees on August 25, 2017 with subject line title: Closing chapter 7 asset cases with assets reserved

Acting US Trustee advises we are seeing more attempts to close cases with unadministered assets reserved. Closing a case with assets reserved is problematic for several reasons: 1. There is no trustee; 2. There is no bond; and, 3. The reserved asset case may be difficult to monitor. We will review requests to close cases with unadministered assets reserved on a case by case basis to determine whether the US Trustee will object or oppose that request. We anticipate in almost all circumstances that we will oppose these requests. We would rather have old cases with zero balances than the problems presented in a closed case with reserved assets.

Please let me know if you have any questions.