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**UNITED STATES BANKRUPTCY COURT
DISTRICT OF VERMONT**



In re:

**Blissful Dairy, LLC,
Debtor.**

**Case # 19-10360
Chapter 12**

Appearances:

*Rebecca A. Rice, Esq.
Cohen & Rice
Rutland, Vermont
For the Debtor*

*Bernard D. Lambek, Esq.
Main Street Law, LLP
Montpelier, Vermont
For Vermont Agricultural Credit Corporation*

*Paul A. Levine, Esq.
Lemery Greisler, LLC
Albany, New York
For Lydia and Andre Vorsteveld*

*Antonin Robbason, Esq.
Ryan, Smith & Carbine, Ltd.
Rutland, Vermont
For Faubert Feeds 2015*

*Jan M. Sensenich, Esq.
Norwich, Vermont
Chapter 12 Trustee*

*Lisa M. Penpraze, Esq.
Albany, New York
For the United States Trustee*

*Tavian M. Mayer, Esq.
Mayer & Mayer
South Royalton, Vermont
For LiftTech*

SANCTIONS ORDER

For the reasons set forth in the Memorandum of Decision of even date, IT IS HEREBY ORDERED as follows:

1. Debtor, Debtor’s counsel, VACC, VACC’s counsel, and the Chapter 12 Trustee are in contempt by failing to abide by this Court’s orders, the Bankruptcy Code, the Federal Rules of Bankruptcy Procedure, and this Court’s corresponding local rules;

2. VACC, VACC’s counsel, Debtor’s counsel, and the Trustee are jointly and severally liable for compensatory sanctions in the amount of \$105,000.00 (the “Sanction Amount”) payable to Debtor’s

estate, by and through the Trustee to be administered to Debtor's unsecured creditors under the terms of a Court-approved modified plan;

3. **No later than February 9, 2024, at 4:00 pm**, VACC, VACC's counsel, Debtor's counsel, and the Trustee shall file a status report with the Court confirming payment of the Sanction Amount;

4. **No later than February 9, 2024, at 4:00 pm**, VACC and Debtor shall file a properly noticed motion setting forth the settlement proposal with respect to Debtor's equity accounts in accordance with Fed. R. Bankr. P. 9019;

5. **No later than February 23, 2024, at 4:00 pm**, Debtor shall file an amended plan and a properly noticed Motion to Modify;

6. VACC shall immediately credit \$6,300.10 to the amount outstanding by Debtor to reflect the overpayment of the Auctioneer; and

7. The Court grants the Motion to Abstain and adopts the settlement on damages between the Debtor's principals and VACC (doc. # 167).

January 12, 2024
Burlington, Vermont



Heather Z. Cooper
United States Bankruptcy Judge