

The Impact of on Employment

**“It gives to the honest but
unfortunate debtor...a new
opportunity in life and a clear field
for future effort, unhampered by the
pressure and discouragement of
preexisting debt”**

Local Loan Co. v Hunt, 292 US 234, 244 (1934)

Bankruptcy Concepts

Automatic Stay

Fresh Start

Equality

Transparency | Disclosure

Impact on Business

Stop Litigation	➔	Automatic Stay
Stop Creditor Pressure	➔	Automatic Stay
Stop Collection Activity	➔	Automatic Stay

Impact on Business

Hiring	→	Fresh Start
Termination	→	Fresh Start
Compensation <i>Wages - Benefits</i>	→	Fresh Start
Agreements	→	Fresh Start
Plan of Reorganization	→	Fresh Start

Impact on Business

Schedules	→	Disclosure
Monthly Reports	→	Disclosure
Borrowing	→	Disclosure
Sale of Assets	→	Disclosure

Impact on Business

Preferential Payments	→	Equality
Fraudulent Transfers	→	Equality
Fair Treatment in Reorganization Plan	→	Equality