

UNITED STATES BANKRUPTCY COURT  
NORTHERN DISTRICT OF INDIANA  
HAMMOND DIVISION AT LAFAYETTE

IN THE MATTER OF: )  
 )  
DIANA PROVO ) CASE NO. 04-40483  
 )  
 )  
Debtor )

**DECISION AND ORDER DENYING MOTIONS TO AVOID LIENS**

At Fort Wayne, Indiana, on August 3, 2007.

The motions to avoid the judicial liens held by Indiana Supply Corporation, Discover Bank, and Mutual Hospital Services, Inc. in exempt property filed by the debtor on July 11, 2007 are DENIED, without prejudice, because the movant has failed to allege sufficient facts to state a cognizable claim for lien avoidance pursuant to §522(f)(1). See, In re Wall, 127 B.R. 353, 355 (Bankr. E.D. Va. 1991). Unlike adversary proceedings which contemplate notice pleading, motions initiating contested matters are required to state the grounds for relief “with particularity.” See, Fed. R. Bankr. P. Rule 9013.

Not every judicial lien upon exempt property may be avoided. Lien avoidance pursuant to §522(f)(1) is available only where the judicial lien impairs a claimed exemption. The concept of impairment was reduced to a mathematical formula by the amendments to §522(f) promulgated by the Bankruptcy Reform Act of 1994. 11 U.S.C. §522(f)(2)(A); In re Thomsen, 181 B.R. 1013, 1015 (Bankr. M.D. Ga. 1995). When the amount due on account of the liens sought to be avoided, all other liens on the property and the amount of the debtor’s exemption “exceeds the value that the debtor’s interest in the property would have in the absence of any liens” the debtor’s exemption is impaired. 11 U.S.C. §522(f)(2)(A)(i) thru (iii). Thus, in order for the court to determine if a judgment lien impairs an exemption to which a debtor may be entitled, in addition to identifying the

property subject to the judicial lien, the motion must provide information concerning the value of the property, the amount due on account of all liens against it, the amount of the liens to be avoided, and the amount of the exemption claimed by the debtor. 11 U.S.C. §522(f)(2)(A); see also, Thomsen, 181 B.R. at 1015-16.

While the debtor's motions state that she is entitled to avoid the liens, the motions do not provide any information concerning the amount of the exemption actually claimed by the debtor. Without this information the court does not have sufficient facts before it to determine whether the liens in question impair a claimed exemption. As such, the motions fail to state a cognizable claim for lien avoidance pursuant to §522(f)(1). Furthermore, the notices of the motions and opportunity to object which were served on creditors and parties in interest do not comply with the local rules of this court. See, N.D. Ind. L.B.R. B-2002-2.

- a. The notices do not correctly state the date upon which the motions were filed. N.D. Ind. L.B.R. B-2002-2(c)(2). The motions were filed on July 11, 2007, while the notices refer to motions filed on July 2, 2007.
- b. The notices do not "state the relief sought" by the motion. N.D. Ind. L.B.R. B-2002-2(c)(3).
- c. The notices do not "contain a brief summary of the ground for the motion or have a copy of the motion attached to it." N.D. Ind. L.B.R. B-2002-2(c)(4). Although the notices state that copies of the motion are attached, there are no attachments to the notices filed with the court.

Consequently, not only are the motions deficient, but creditors and parties in interest have not been given appropriate notice of the motions and the opportunity to object thereto.

IT IS THEREFORE ORDERED that the motions to avoid the judicial liens held by Indiana Supply Corporation, Discover Bank, and Mutual Hospital Services, Inc. filed by the debtor on July 11, 2007, are denied, without prejudice.

SO ORDERED.

/s/ Robert E. Grant  
Judge, United States Bankruptcy Court