



ENTERED  
08/01/2018

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF TEXAS  
HOUSTON DIVISION

In re:	§	
	§	Chapter 11
	§	
NEIGHBORS LEGACY HOLDINGS, INC.,	§	Case No. 18-33836 (MI)
<i>et al.</i> ,	§	
	§	(Jointly Administered)
Debtors. <sup>1</sup>	§	

**ORDER (I) AUTHORIZING DEBTORS TO (A) MAINTAIN EXISTING INSURANCE POLICIES AND PAY ALL INSURANCE OBLIGATIONS THEREUNDER AND (B) RENEW, REVISE, EXTEND, SUPPLEMENT, CHANGE, OR ENTER INTO NEW INSURANCE POLICIES (II) DIRECTING FINANCIAL INSTITUTIONS TO HONOR ALL RELATED PAYMENT REQUESTS**

[Relates to Doc. No. \_\_\_\_]

The above-referenced debtors and debtors-in-possession (collectively, the “Debtors”) filed their motion (the “Motion”)<sup>2</sup> for Interim and Final Orders, pursuant to sections 105, 361, 362, 363, 364, 1107, and 1108 of title 11 of the United States Code (the “Bankruptcy Code”), and Rules 6003 and 6004 of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”), (i) authorizing, but not directing, the Debtors to (a) maintain their existing insurance policies and pay all insurance obligations arising thereunder or in connection therewith and (b) renew, revise, extend, supplement, change, or enter into new insurance coverage as needed in their business judgment and (ii) authorizing and directing financial institutions to receive, process, honor, and pay any and all checks and electronic payment requests relating to the Insurance Obligations, to the extent the Debtors have sufficient funds on deposit, or otherwise available. The Court has jurisdiction over the Motion and the relief requested in the Motion

<sup>1</sup> Due to the large number of Debtors in these chapter 11 cases, a complete list of the Debtors and the last four digits of their tax identification numbers is not provided herein. A complete list of such information may be obtained on the website of the Debtors’ proposed claims and noticing agent at [www.kccllc.net/neighbors](http://www.kccllc.net/neighbors). The location of Debtors’ principal place of business and the Debtors’ service address is: 10800 Richmond Avenue, Houston, Texas 77042.

<sup>2</sup> Capitalized terms not otherwise defined herein shall have the meanings ascribed to such terms in the Motion.



pursuant to 28 U.S.C. § 1334 and venue is proper in this District pursuant to 11 U.S.C. § 1408. The Motion is a core proceeding pursuant to 28 U.S.C. § 157(b)(2) and the Court may enter a final order on the Motion. The relief requested by the Motion is in the best interests of the Debtors, their estates, creditors, stakeholders, and other parties in interest and the Debtors' gave sufficient and proper notice of the Motion and related hearings. Upon consideration of the Motion and First Day Declaration and after hearing statements in support of the Motion during proceedings before this Court, the Court finds that good cause exists to grant the requested relief.

It is therefore **ORDERED THAT**

1. The Debtors are authorized, but not directed, to maintain their Insurance Policies and to pay the Insurance Obligations, including any Premium Financing Obligations, arising under or in connection with the Insurance Policies or the Premium Financing Agreement, as such Insurance Obligations, including any Premium Financing Obligations, become due.

2. Without further order of this Court, the Debtors are authorized, but not directed, to renew, revise, extend, supplement, change, or enter into new insurance coverage as needed in their business judgment, in the ordinary course of their business.

3. The Debtors are authorized, but not directed, to maintain the Premium Financing Agreement, make all payments thereunder, and continue to grant to the premium financing companies' security interests in the Insurance Policies and their proceeds as security for the Debtors' performance of their obligations under the Premium Financing Agreement.

4. The Debtors' banks shall be and hereby are authorized and directed to receive, process, honor, and pay all prepetition and post-petition checks, fund transfers, or other forms of payment on account of the prepetition Insurance Obligations that had not been honored and paid as of the Petition Date, provided that sufficient funds are on deposit in the applicable accounts to

cover such payments. The Debtors' banks and other financial institutions are authorized to rely on the representations of the Debtors as to which checks and fund transfers are issued or authorized to be paid pursuant to this Final Order.

5. Neither the provisions contained herein, nor any actions or payments made by the Debtors pursuant to this Final Order, shall be deemed an admission as to the validity of the underlying obligation or a waiver of any rights the Debtors may have to subsequently dispute such obligation on any ground that applicable law permits.

6. Nothing in this Final Order or the Motion shall be deemed to constitute post-petition assumption or adoption of any agreement under Bankruptcy Code section 365. Notwithstanding the relief granted herein and any actions taken hereunder, nothing herein shall create, nor is intended to create, any rights in favor of, or enhance the status of any claim held by, any person.

7. The Court finds and determines that the requirements of Bankruptcy Rule 6003 are satisfied and that the relief requested is necessary to avoid immediate and irreparable harm.

8. Notwithstanding Bankruptcy Rule 6004(h), to the extent applicable, this Final shall be effective and enforceable immediately upon entry hereof.

9. The Debtors are authorized and empowered to take all actions necessary to implement the relief granted in this Final Order.

10. This Court shall retain jurisdiction with respect to all matters arising from or related to the implementation or interpretation of this Final Order.

8-1-18

  
Marvin Legur  
UNITED STATES BANKRUPTCY JUDGE