The Honorable Christopher M. Alston 1 Chapter 11 Hearing Location: Rm 7206 2 Hearing Date: Friday, April 20, 2018 Hearing Time: 9:30 am 3 Response Date: April 13, 2018 4 5 6 7 UNITED STATES BANKRUPTCY COURT 8 WESTERN DISTRICT OF WASHINGTON AT SEATTLE 9 In re 10 No. 16-11767-CMA 11 NORTHWEST TERRITORIAL MINT, LLC, **Interested Parties American Numismatic** 12 Association, National Sculpture Society, Debtor. Grove Minting Company, Gary Marks, Heidi Wasteet, Bob Palmisano, Daniel 13 Altshuler and Friedrike Merck's 14 Objection to Trustee's Motion For Order to Authorize (1) Deadline to Assert Claims of Ownership of Coining Dies, 15 and (2) Settlement Protocol to Resolve Claims of Such Ownership 16 17 Comes now, American Numismatic Association, National Sculpture Society, Grove 18 Minting Company, Gary Marks, Heidi Wasteet, Bob Palmisano, Daniel Altshuler and Friedrike 19 Merck's (collectively "Interested Parties"), by and through their attorney, John Kennedy of 20 Morley Thomas Law and hereby submit this Objection to Trustee's Motion For Order to 21 Authorize (1) Deadline to Assert Claims of Ownership of Coining Dies, and (2) Settlement 22 Protocol to Resolve Claims of Such Ownership. (ECF No. 1560) (the "Die Dispute Motion") 23 Interested Parties herein adopt and join in the Objections filed by the United States Golf 24 Association. 25 26 MORLEY THOMAS LAW Interested Parties Objection - 1

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# I. ADVERSARY PROCEEDING

Interested Parties, along with 11 other parties, will be filing an adversary proceeding in order to litigate the issue of ownership of the dies currently stored by both the Medallic Art Company ("MACO") and Northwest Territorial Mint ("NWTM"). The adversary proceeding will be filed prior to the hearing on this matter. The Adversary proceeding will directly address the ownership of the dies as it relates to each of the Interested Parties and additional parties who claim ownership of dies, plasters, artwork, galvanos currently stored by MACO and NWTM. As a result, the "settlement protocol" will not be relevant to those parties involved in the adversary proceeding.

### II. SPECIFIC OBJECTIONS

## A. \$300 Is Not Reasonable

For years, prior to the bankruptcy, clients were routinely sent their dies upon request. This practice was consistent between NWTM and MACO. Cathy Swinburg was the Archivist for NWTM/MACO from October 2012 until her termination in December, 2017. Swinburg Declaration, ¶ 1. In her Declaration, Ms. Swinburg testifies that the dies and plasters are well organized and are identified in a database maintained for both NWTM and MACO. MACO dies are identified starting with the year, *ie.* 1936-52, and NWTM dies are identified starting with a letter which corresponds to a drawer where they are stored, *ie.* B 65 (drawer B, number 65). The Plasters and Galvanos are marked with the corresponding die number. Swinburg, ¶ ¶ 3-4.

On numerous occasions, Ms. Swinburg was asked to return dies and plasters to customers on their request. This was a simple task that Ms. Swinburg would complete. After shipping, Ms. Swinburg would update the database showing that the die had been returned to

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the customer. The Trustee's records will show how many customer dies were returned to the customer. For example, in 2013 Jared Grove of Gove Minting Company, an Interested Party above, requested two of his Company dies from NWTM. See Declaration of Jared Grove, ¶ 1. The dies were returned to Mr. Grove and he was charged \$20 for shipping. See Exhibit A to Grove Declaration. According to the Trustee's "protocol", Mr. Grove would need to pay \$3000 for his 10 remaining dies (of which he already paid NWTM to create).

### B. Alternative Protocol

In the event the Court approves any protocol, Ms. Swinburg has offered her services at \$25 an hour. See Swinburg Decl. ¶ 10. Ms. Swinburg is knowledgeable with respect to both the databases of NWTM and MACO, the storage and organization of the dies and plasters, and the shipping of dies and plasters back to customers. Given the Trustee's concerns for cost, Ms. Swinburg would be the most cost-effective means of returning customer's their respective dies.

DATED this 13th day of April 2018.

#### MORLEY THOMAS LAW

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