

Below is the Order of the Court.



**Christopher M. Alston**  
**U.S. Bankruptcy Judge**

(Dated as of Entered on Docket date above)

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

---

Christopher M. Alston  
Bankruptcy Judge  
United States Courthouse  
700 Stewart Street, Suite 6301  
Seattle, WA 98101  
206-370-5330

IN THE UNITED STATES BANKRUPTCY COURT FOR THE  
WESTERN DISTRICT OF WASHINGTON AT SEATTLE

In re  
Northwest Territorial Mint, LLC,  
  
Debtor.

Chapter 11  
Case No. 16-11767  
ORDER TO SHOW CAUSE

This matter came before the Court on information provided to the Court in the course of the Interested Parties' Motion to Enforce a Prior Court Order (the "Motion") (ECF No. 1728), originally set for hearing on July 6, 2018. In the Motion, the Interested Parties asserted an employee of the Debtor, Jenifer Baker, was responding to customers with false and misleading information when customers asserted ownership of coining dies in the Debtor's possession. Specifically, the Interested Parties alleged that Ms. Baker falsely informed the customers that the Court had already determined the matter of ownership of the dies and that the Court had

**Below is the Order of the Court.**

1 approved a settlement amount of \$300 if the customer wished to take possession of the die at  
2 issue. The Trustee responded to the Motion by admitting that Ms. Baker sent the false email to  
3 approximately 74 customers, eleven of which had paid the \$300 settlement to the trustee, but  
4 asserting that he had resolved the issue by sending a corrected email and refunding the eleven  
5 customers. Although the Interested Parties withdrew the Motion prior to the hearing, the Court  
6 sua sponte raised its own concerns with the conduct at the time of the originally scheduled  
7 hearing. The Court has the inherent power under 11 U.S.C. § 105(a) to sanction bad faith  
8 conduct. *Caldwell v. Unified Capital Corp. (In re Rainbow Magazine, Inc.)*, 77 F.3d 278 (9th  
9 Cir. 1996). Now, therefore, it is hereby

10 ORDERED the Trustee shall appear before the Court on July 27, 2018, at 9:30 a.m. and  
11 show cause why the Court should not take action, including without limitation imposing  
12 sanctions on the responsible party, to remedy the improper and inaccurate statements to the  
13 customers. By no later than July 20, 2018, the Trustee shall file declarations that attach copies of  
14 the following:

15 a) Communications with the eleven customers described in the Calvert Declaration  
16 who received refunds of their settlement payments, including any letters that accompanied any  
17 checks; and

18 b) Emails and other communications from Jenifer Baker to any customers, and emails  
19 and other communications from any customers to Jenifer Baker, relating in any way to resolving  
20 disputes over ownership any dies, and include all attachments.

21 /// END OF ORDER ///