## AMENDMENT NO. 4982

Purpose: To amend the provisions regarding the bankruptcy court.

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IN THE SENATE OF THE UNITED STATES-97th Cong., 2d Sess.

## H. R. 6872

To provide greater discretion to the Supreme Court in selecting the cases it will review, to extend to all Federal jurors eligibility for Federal worker's compensation, to provide for the taxing of attorney fees in certain actions brought by jurors, to authorize the service of jury summonses by ordinary mail, to permit courts of the United States to establish the order of hearing for certain civil matters, and for other purposes.

December 13 (legislative day, November 30), 1982

Ordered to lie on the table and to be printed

AMENDMENT intended to be proposed by Mr. HEFLIN

Viz: At the end of the bill add the following new title:

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## TITLE IV—BANKRUPTCY COURT

2 SEC. 401. (a) Section 405(a) of the Act of November 6,
3 1978 (Public Law 95-598; 92 Stat. 2668) is amended by
4 adding at the end thereof the following:

5 "(3)(A) Notwithstanding paragraph (1) of this subsec-6 tion, in civil proceedings that, in the absence of a petition in 7 bankruptcy, could have been brought in a district court or a 8 State court, the bankruptcy judge may not render a final 9 judgment but shall submit findings, conclusions, and a pro-

posed judgment to the district court for the district in which 1  $\mathbf{2}$ the bankruptcy judge sits, unless the parties to the proceeding consent to the entry of judgment by the bankruptcy judge 3 4 or the judgment is entered upon default, in accordance with rule 55 of the Federal Rules of Civil Procedure. The district 5court may hold a hearing, may receive such evidence as ap-6 propriate, and may accept, reject, or modify, in whole or in 7 part, the findings, conclusions, or proposed judgment. At the 8 conclusion of the review, the district court shall enter an ap-9 propriate judgment. A party shall be deemed to consent to 10 entry of judgment by the bankruptcy judge unless he provides 11 12notice that a proposed rather than final judgment should be entered. Such notice shall be presented in the first pleading 13or motion made by the party in the proceeding. A party who 14 15has not so notified the bankruptcy judge may not later attack the judgment on the grounds that it should have been entered 16 17 by a district judge.

18 "(B) Notwithstanding subparagraph (A), this paragraph 19 shall not be construed as affecting any right to trial by jury in 20 any case concerning the allowed amount of a claim if such 21 right is otherwise provided by law, except that such trial 22 shall be before a district court judge unless the parties to 23 such action agree otherwise.

24 "(C) The judicial councils of the various Federal judicial 25 circuits shall, in accordance with powers conferred under sec1 tion 332(d) of title 28 of the United States Code, under the 2 supervision of the Judicial Conference of the United States, 3 acting through the Director of the Administrative Office of 4 the United States Courts, take necessary action to insure 5 that appropriate rules for the implementation of this provision 6 are adopted by the district and bankruptcy courts under their 7 supervision.".

8 (b) This section and amendments made by this section
9 shall become effective upon the date of enactment and remain
10 in effect until April 1, 1984.

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