

S 3823

Bankruptcy Threshold Adjustment and Technical Corrections Act

Congress: 117 (2021–2023, Ended)

Chamber: Senate

Policy Area: Finance and Financial Sector

Introduced: Mar 14, 2022

Current Status: Became Public Law No: 117-151.

Latest Action: Became Public Law No: 117-151. (Jun 21, 2022)

Law: 117-151 (Enacted Jun 21, 2022)

Official Text: <https://www.congress.gov/bill/117th-congress/senate-bill/3823>

Sponsor

Name: Sen. Grassley, Chuck [R-IA]

Party: Republican • **State:** IA • **Chamber:** Senate

Cosponsors (3 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Cornyn, John [R-TX]	R · TX		Mar 14, 2022
Sen. Durbin, Richard J. [D-IL]	D · IL		Mar 14, 2022
Sen. Whitehouse, Sheldon [D-RI]	D · RI		Mar 14, 2022

Committee Activity

Committee	Chamber	Activity	Date
Judiciary Committee	Senate	Discharged From	Apr 7, 2022

Subjects & Policy Tags

Policy Area:

Finance and Financial Sector

Related Bills

Bill	Relationship	Last Action
117 HR 5939	Related bill	Nov 1, 2022: Referred to the Subcommittee on Antitrust, Commercial, and Administrative Law.
117 HR 7494	Related bill	Nov 1, 2022: Referred to the Subcommittee on Antitrust, Commercial, and Administrative Law.
117 S 2679	Related bill	Aug 9, 2021: Read twice and referred to the Committee on the Judiciary.

Bankruptcy Threshold Adjustment and Technical Corrections Act

This bill modifies provisions related to small business reorganization bankruptcies and wage earner's bankruptcies.

Specifically, the bill extends for two years the increase of the amount of debt allowed to be carried by debtors to qualify for small business reorganization bankruptcy and provides that this debt limit is subject to adjustment for inflation. Additionally, it provides that a small business debtor includes a debtor that is an affiliate of certain publicly traded companies. Further, it authorizes the bankruptcy trustee to operate the business of the debtor if the debtor ceases to be a debtor in possession.

The bill also increases for two years the debt limit for individuals filing for bankruptcy under Chapter 13 (i.e., the wage earner's plan) and allows both secured and unsecured debt to count towards this single limit. (Currently, separate limits apply to secured and unsecured debt.)

Actions Timeline

- **Jun 21, 2022:** Signed by President.
- **Jun 21, 2022:** Became Public Law No: 117-151.
- **Jun 9, 2022:** Presented to President.
- **Jun 7, 2022:** Mr. Neguse moved to suspend the rules and pass the bill.
- **Jun 7, 2022:** Considered under suspension of the rules. (consideration: CR H5260-5262)
- **Jun 7, 2022:** DEBATE - The House proceeded with forty minutes of debate on S. 3823.
- **Jun 7, 2022:** At the conclusion of debate, the Yeas and Nays were demanded and ordered. Pursuant to the provisions of clause 8, rule XX, the Chair announced that further proceedings on the motion would be postponed.
- **Jun 7, 2022:** Considered as unfinished business. (consideration: CR H5322-5323)
- **Jun 7, 2022:** Passed/agreed to in House: On motion to suspend the rules and pass the bill Agreed to by the Yeas and Nays: (2/3 required): 392 - 21 (Roll no. 234).
- **Jun 7, 2022:** On motion to suspend the rules and pass the bill Agreed to by the Yeas and Nays: (2/3 required): 392 - 21 (Roll no. 234). (text: CR H5260-5261)
- **Jun 7, 2022:** Motion to reconsider laid on the table Agreed to without objection.
- **Apr 11, 2022:** Received in the House.
- **Apr 11, 2022:** Held at the desk.
- **Apr 8, 2022:** Message on Senate action sent to the House.
- **Apr 7, 2022:** Senate Committee on the Judiciary discharged by Unanimous Consent.
- **Apr 7, 2022:** Measure laid before Senate by unanimous consent. (consideration: CR S2081-2082)
- **Apr 7, 2022:** Passed/agreed to in Senate: Passed Senate with an amendment by Unanimous Consent.(text of amendment in the nature of a substitute: CR S2081)
- **Apr 7, 2022:** Passed Senate with an amendment by Unanimous Consent. (text of amendment in the nature of a substitute: CR S2081)
- **Mar 14, 2022:** Introduced in Senate
- **Mar 14, 2022:** Read twice and referred to the Committee on the Judiciary.