

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF COLORADO**

In re:)	
)	
JHL INDUSTRIAL SERVICES, LLC)	Case No. 17-14141 JGR
d/b/a PLATT ROGERS CONSTRUCTION,)	Chapter 11
)	
Debtor.)	

**PLATT ROGERS CONSTRUCTION’S FIRST AMENDED PLAN OF
REORGANIZATION**

JHL INDUSTRIAL SERVICES, LLC, debtor-in-possession, by and through its undersigned counsel, proposes the following Plan of Reorganization (the “Plan”) pursuant to Section 1121(a) of the Bankruptcy Code.

**ARTICLE I
DEFINITIONS**

Unless otherwise provided in this Plan, all terms used herein that are defined or used in the Bankruptcy Code are intended to be used in this Plan as defined or used in the Bankruptcy Code. The following capitalized terms shall have the respective meanings set forth below, and such meanings shall be equally applicable to the singular and plural forms of the terms.

“Administrative Claim” shall mean (i) a Claim for a cost or expense of administration of the Chapter 11 Case as contemplated in Section 503(b) of the Bankruptcy Code and entitled to priority pursuant to Section 507(a)(2) of the Bankruptcy Code; and (ii) all fees due under 28 U.S.C. § 1930.

“Allowed” when used with respect to a Claim other than an Administrative Claim, shall mean a Claim (i) to the extent it is not a Contested Claim; or (ii) a Contested Claim, proof of which was filed with the Bankruptcy Court on or before any applicable Bar Date, and (x) as to which no objection has been filed by the Objection Date, unless such Claim is to be determined in a forum other than the Bankruptcy Court, in which case such Claim shall not become Allowed until determined by Final Order of such other forum and allowed by Final Order of the Bankruptcy Court; or (y) as to which an objection was filed by the Objection Date, to the extent allowed by a Final Order. “Allowed” when used with respect to a Claim that is an Administrative Claim, shall mean an Administrative Claim that has been allowed pursuant to Article V of the Plan.

“Bankruptcy Code” shall mean Title 11 of the United States Code.

“Bankruptcy Court” shall mean the Bankruptcy Court unit of the United States District Court for the District of Colorado.

“Bar Date” shall mean July 20, 2017, the last date set by the Bankruptcy Court for filing Claims that are not Administrative Claims.

“Chapter 11 Case” shall mean the case commenced under Chapter 11 of the Bankruptcy Code for the Debtor.

“Claim” shall mean a claim, as defined in Section 101(5) of the Bankruptcy Code, against the Debtor.

“Confirmation” shall mean the entry by the Bankruptcy Court of an order confirming the Plan in accordance with Chapter 11 of the Bankruptcy Code; “Confirmation Order” shall mean such order; and “Confirmation Date” shall mean the date on which such order is entered.

“Contested” when used with respect to a Claim as to which a proof of claim has been timely filed with the Bankruptcy Court, shall mean a Claim that has not been Allowed: (i) that is listed in any of Debtor’s schedules of liabilities as disputed, unliquidated, or contingent; (ii) to the extent the proof of claim exceeds the scheduled amount; (iii) that is not listed in any such schedules; or, (iv) as to which an objection has been filed and as to which no Final Order allowing such Claim has been entered.

“Debtor” shall mean JHL Industrial Services, LLC d/b/a Platt Rogers Construction.

“Disclosure Statement” shall mean the disclosure document describing the Plan as required to be filed by the Debtor, approved by the Court, and distributed to the various classes of Claims under the Plan as provided in Section 1125 of the Bankruptcy Code.

“Distribution Date” when used with respect to an Allowed Administrative or Priority Claim, shall mean as soon as practicable after the later of (i) the Effective Date, or (ii) if the Administrative or Priority Claim is Allowed after the Effective Date, the fifth day of the next calendar month after the date upon which such Claim is Allowed.

“Effective Date” shall mean the first business day after the passage of thirty (30) days from the date the Confirmation Order becomes a Final Order.

“Equity Interest” shall mean the respective membership interests, if any, in the Debtor.

“Fee Claim” shall mean a Claim under Section 330 or 503 of the Bankruptcy Code for allowance of compensation and reimbursement of expenses in the Chapter 11 Case.

“Final Order” shall mean an order or judgment of the Bankruptcy Court or other court of competent jurisdiction which has not been reversed, stayed, modified, or amended and as to which (i) the time to appeal or seek review, rehearing, or certiorari has expired (without regard to whether the time to seek relief of a judgment under Rule 60(b) of the Federal Rules of Civil Procedure has expired); and (ii) no appeal or petition for review, rehearing, or certiorari is pending, or if pending as to which no bond or other stay has been issued, or as to which any right to appeal or seek review, rehearing, or certiorari has been waived.

“Impaired” A class of claims or interests is “impaired” in accordance with 11 U.S.C. §

1124 if the Plan alters the legal, equitable and/or contractual rights of the holders of such claims or interests.

“Insider” shall mean any Person defined in Section 101(31)(B) of the Bankruptcy Code.

“Late Filed Claims” shall mean any claim filed in the Chapter 11 Case after the Bar Date.

“Litigation” shall mean any civil action pending on the Confirmation Date or commenced thereafter by the Reorganized Debtor, including any preference or avoidance actions under the Bankruptcy Code, any state and federal court proceedings, and any matters submitted to binding arbitration.

“Net Profits” shall mean the Reorganized Debtor’s revenues received from gross revenues, reduced by cost of goods sold, operating and administrative expenses, all taxes, and all Plan payments. The net proceeds from any Litigation, after payment of legal fees and expenses, will be included in the calculation of Net Profits. Funds subject to the trust provisions of C.R.S. § 38-22-127 or C.R.S. § 38-26-109 shall not be included in the calculation of Net Profits.

“Net Profits Fund” shall mean that fund established by the Debtor funded by 25% percent of its Net Profits, calculated annually for the prior 12 months (or any portion thereof), for each year of the Plan.

“Objection Date” shall mean, with respect to a Claim other than a Claim that is an Administrative Claim, the first business day following the passage of sixty (60) days from the Effective Date.

“Person” shall mean an individual, corporation, partnership, joint venture, trust, estate, unincorporated association, unincorporated organization, cooperative, limited liability company, governmental entity or political subdivision thereof, or any other legally recognized entity.

“Plan” shall mean this Plan of Reorganization for the Debtor, as amended from time to time.

“Plan Proponent” shall mean the Debtor.

“Post-petition” shall mean anytime on or subsequent to May 5, 2017 and prior to the Confirmation Date.

“Pre-petition” shall mean any time prior to May 5, 2017.

“Priority Claim” shall mean a Claim entitled to priority in payment pursuant to Section 507(a)(4) or 507(a)(5) of the Bankruptcy Code.

“Pro Rata” shall mean with respect to any Person entitled to distribution, the percentage which such Person’s Allowed Claim bears to the sum of all Allowed Claims in the same class.

“Reorganized Debtor” shall mean the reorganized Debtor under the confirmed Plan.

“Secured Claim” shall mean any Claim secured by a valid and enforceable lien against the property of the Debtor, but only to the extent of the value of the collateral securing such Claim.

“Tax Claim” shall mean any Claim of a governmental unit for taxes entitled to priority under Section 507(a)(8) of the Bankruptcy Code.

“Unsecured Claim” shall mean a Claim that is not secured by a valid and enforceable lien against the property of the Debtor, other than Administrative Claims, Priority Claims, and Equity Interests.

“Unimpaired” A class of claims or interests is “unimpaired” in accordance with 11 U.S.C. § 1124 if the legal, equitable and/or contractual rights of the holders of such claims or interests are not altered under the Plan.

ARTICLE II CLASSIFICATION OF CLAIMS AND EQUITY INTERESTS

The following is a designation of all classes of Claims and Equity Interests other than those Claims of a kind specified in Sections 507(a)(2), 507(a)(3), or 507(a)(8) of the Bankruptcy Code.

<u>Class 1</u>	Allowed Impaired Secured Claim of the Colorado Department of Revenue
<u>Class 2</u>	Allowed Impaired Unsecured Claim of Old Republic Surety Company
<u>Class 3</u>	Allowed Impaired Secured and Unsecured Claim of Wells Fargo Bank, N.A.
<u>Class 4</u>	Allowed Impaired Secured Claim of US Bank
<u>Class 5</u>	Allowed Impaired Secured Claim of Komatsu
<u>Class 6</u>	Executory Contracts and Unexpired Leases
<u>Class 7</u>	General Unsecured Claims
<u>Class 8</u>	Equity Interests
<u>Class 9</u>	Late Filed Claims

ARTICLE III TREATMENT OF UNCLASSIFIED PRIORITY CLAIMS

As provided in Section 1123(a)(1) of the Bankruptcy Code, the Claims against the Debtor covered in this Article III are not classified. The holders of such Claims are not entitled to vote on the Plan.

3.1 *Allowed Administrative Claims.*

The holders of Allowed Administrative Claims of the type specified in Section 507(a)(2) of the Bankruptcy Code shall receive cash equal to the allowed amount of such Claim or a lesser amount or different treatment as may be acceptable and agreed to by particular holders of such Claims. Such Claims shall be paid in full on the Effective Date or treated as otherwise agreed to by the particular holders of such Claims. The payment of professionals is subject to Court approval.

3.2 *Allowed Unsecured Tax Claims.*

The Debtor believes the only Section 507(a)(8) Claims are the following: \$157,030.00¹ owed to the Department of the Treasury – Internal Revenue Service and \$2,927.98 to the Colorado Department of Labor and Employment. The Debtor shall pay 100% of the Section 507(a)(8) Claims through monthly installment payments of a value, as of the Effective Date, equal to the amount of such claim, over a period of 5 years from the Petition Date at 4% interest. Claims for penalties not related to actual pecuniary loss shall be treated under Class 6.

For example, if the Distribution Date fell on May 5, 2018, the Reorganized Debtor would make 48 monthly payments of \$3,545.59 to the IRS and 48 monthly payment of \$66.11 to the Colorado Department of Labor and Employment to satisfy their Section 507(a)(8) Claims.

3.3 *Fees Due Under 28 U.S.C. § 1930(a)(6).*

The Reorganized Debtor shall make all payments required to be made to the U.S. Trustee program pursuant to 28 U.S.C. § 1930(a)(6) until the Chapter 11 Case is closed, converted, or dismissed. All payments due to the U.S. Trustee program pursuant to 28 U.S.C. § 1930(a)(6) shall be paid on the Effective Date, and the U.S. Trustee shall thereafter be paid fees due on a quarterly basis until the Chapter 11 Case is closed, converted, or dismissed. The Debtor will also timely file all required post-confirmation reports.

1. The Debtor disputes the Internal Revenue Service's computation of its 507(a)(8) Claim in the amount of \$167,035.79.

**ARTICLE IV
IDENTIFICATION OF UNIMPAIRED AND IMPAIRED CLASSES**

All Classes except for Class 3 are impaired under the Plan.

**ARTICLE V
TREATMENT OF CLAIMS AND EQUITY INTERESTS**

Class 1. (*Allowed Impaired Secured Claim of the Colorado Department of Revenue*). The Colorado Department of Revenue holds a first priority Allowed Impaired Secured Claim of \$25,148.00 against the Debtor's personal property. The Class 1 Claim of the Colorado Department of Revenue is fully Secured. The Debtor and the Colorado Department of Revenue obtained Bankruptcy Court approval of a Stipulated Order Authorizing Debtor's Use of Cash Collateral regarding the Colorado Department of Revenue's Claim on August 25, 2017 (Docket No. 85). Under the stipulated order, the Debtor will resolve the Colorado Department of Revenue's Claim by paying \$25,148.00 over 58 months with 7% interest as follows:

Due Date	Payment Amount	Principal	Interest	Balance
8/1/17	\$512.31	\$365.61	\$146.70	\$24,782.39
9/1/17	\$512.31	\$367.75	\$144.56	\$24,414.64
10/1/17	\$512.31	\$369.89	\$142.42	\$24,044.75
11/1/17	\$512.31	\$372.05	\$140.26	\$23,672.70
12/1/2017	\$512.31	\$374.22	\$138.09	\$23,298.48
1/1/2018	\$512.31	\$376.40	\$135.91	\$22,922.08
2/1/2018	\$512.31	\$378.60	\$133.71	\$22,543.48
3/1/2018	\$512.31	\$380.81	\$131.50	\$22,162.67
4/1/2018	\$512.31	\$383.03	\$129.28	\$21,779.64
5/1/2018	\$512.31	\$385.26	\$127.05	\$21,394.38
6/1/2018	\$512.31	\$387.51	\$124.80	\$21,006.87
7/1/2018	\$512.31	\$389.77	\$122.54	\$20,617.10
8/1/2018	\$512.31	\$392.04	\$120.27	\$20,225.06
9/1/2018	\$512.31	\$394.33	\$117.98	\$19,830.73
10/1/2018	\$512.31	\$396.63	\$115.68	\$19,434.10
11/1/2018	\$512.31	\$398.94	\$113.37	\$19,035.16
12/1/2018	\$512.31	\$401.27	\$111.04	\$18,633.89
1/1/2019	\$512.31	\$403.61	\$108.70	\$18,230.28
2/1/2019	\$512.31	\$405.97	\$106.34	\$17,824.31
3/1/2019	\$512.31	\$408.33	\$103.98	\$17,415.98
4/1/2019	\$512.31	\$410.72	\$101.59	\$17,005.26
5/1/2019	\$512.31	\$413.11	\$99.20	\$16,592.15
6/1/2019	\$512.31	\$415.52	\$96.79	\$16,176.63
7/1/2019	\$512.31	\$417.95	\$94.36	\$15,758.68
8/1/2019	\$512.31	\$420.38	\$91.93	\$15,338.30
9/1/2019	\$512.31	\$422.84	\$89.47	\$14,915.46

10/1/2019	\$512.31	\$425.30	\$87.01	\$14,490.16
11/1/2019	\$512.31	\$427.78	\$84.53	\$14,062.38
12/1/2019	\$512.31	\$430.28	\$82.03	\$13,632.10
1/1/2020	\$512.31	\$432.79	\$79.52	\$13,199.31
2/1/2020	\$512.31	\$435.31	\$77.00	\$12,764.00
3/1/2020	\$512.31	\$437.85	\$74.46	\$12,326.15
4/1/2020	\$512.31	\$440.41	\$71.90	\$11,885.74
5/1/2020	\$512.31	\$442.98	\$69.33	\$11,442.76
6/2/2020	\$512.31	\$445.56	\$66.75	\$10,997.20
7/1/2020	\$512.31	\$448.16	\$64.15	\$10,549.04
8/1/2020	\$512.31	\$450.77	\$61.54	\$10,098.27
9/1/2020	\$512.31	\$453.40	\$58.91	\$9,644.87
10/1/2020	\$512.31	\$456.05	\$56.26	\$9,188.82
11/1/2020	\$512.31	\$458.71	\$53.60	\$8,730.11
12/1/2020	\$512.31	\$461.38	\$50.93	\$8,268.73
1/1/2021	\$512.31	\$464.08	\$48.23	\$7,804.65
2/1/2021	\$512.31	\$466.78	\$45.53	\$7,337.87
3/1/2021	\$512.31	\$469.51	\$42.80	\$6,868.36
4/1/2021	\$512.31	\$472.24	\$40.07	\$6,396.12
5/1/2021	\$512.31	\$475.00	\$37.31	\$5,921.12
6/1/2021	\$512.31	\$477.77	\$34.54	\$5,443.35
7/1/2021	\$512.31	\$480.56	\$31.75	\$4,962.79
8/1/2021	\$512.31	\$483.36	\$28.95	\$4,479.43
9/1/2021	\$512.31	\$486.18	\$26.13	\$3,993.25
10/1/2021	\$512.31	\$489.02	\$23.29	\$3,504.23
11/1/2021	\$512.31	\$491.87	\$20.44	\$3,012.36
12/1/2021	\$512.31	\$494.74	\$17.57	\$2,517.62
1/1/2022	\$512.31	\$497.62	\$14.69	\$2,020.00
2/1/2022	\$512.31	\$500.53	\$11.78	\$1,519.47
3/1/2022	\$512.31	\$503.45	\$8.86	\$1,016.02
4/1/2022	\$512.31	\$506.38	\$5.93	\$509.64
5/1/2022	\$512.31	\$509.64	\$2.97	\$0.00

The Debtor has already made several payments under the payment schedule listed above and will receive credit for any such payment made prior to the Effective Date.

Class 2. (*Allowed Impaired Secured Claim of Old Republic Surety Company*). Old Republic Surety Company asserts a Secured Claim against all the Debtor's pre-petition personal property including certain pre-petition accounts receivable. Such Secured Claim is junior to the Secured Claim of the State of Colorado and Wells Fargo Bank, N.A. However, Old Republic claims that it holds rights of equitable subrogation to receivables on bonded construction contracts on which Old Republic Surety Company has paid bond claims, which rights are superior to the claims of all other parties in this bankruptcy case as to those receivables under the United States Supreme Court authority of *Pearlman v. Reliance Insurance Company*, 371 U.S. 132 (1962). The value of any uncollected prepetition receivables (including those from bonded construction contracts for which Old Republic Surety Company has paid bond claims) is uncertain and the Debtor estimates that the Claim of Old Republic Surety Company is undersecured. Accordingly, no additional interest or attorney's fees have accrued in connection with the Class 2 Claim after the Petition Date pursuant to 11 U.S.C. § 506(b). To the extent the Debtor collects any prepetition receivables on bonded construction contracts for which Old Republic has paid bond claims, such funds will be used to first satisfy the remaining Claim of Old Republic Surety Company. Any other prepetition receivables collected, or prepetition tangible property sold will be used first to satisfy the remaining Claims of the State of Colorado, then Wells Fargo Bank, N.A., and then Old Republic Surety Company. The Debtor also disputes the amount of the Class 2 Claim and the Class 2 Claim is a Contested Claim. To the extent it is Allowed, the remaining amount of Old Republic Surety Company's Claim (the amount that remains unpaid after collection and distribution of prepetition accounts receivable) is Unsecured and shall be treated as a general Unsecured Claim under Class 7. Other than prepetition accounts receivable, the Debtor shall take title to its property free and clear of the Class 2 Claim a upon confirmation of the Plan. In the event Old Republic Surety Company disputes the value of its collateral, its status as an undersecured/Unsecured creditor, or the provisions of the Plan that apply to its Claim, the matter will be submitted to the Bankruptcy Court for a determination as a contested matter pursuant to Fed. R. Bankr. P. 9014.

Class 3. (*Allowed Impaired Secured and Unsecured Claim of Wells Fargo Bank, N.A.*). Wells Fargo Bank, N.A. holds a Secured Claim against all the Debtor's pre-petition personal property including certain pre-petition accounts receivable. The value of any uncollected prepetition receivables (excluding those from bonded construction contracts for which Old Republic Surety Company has paid bond claims) is uncertain and the Debtor estimates that the Claim of Wells Fargo Bank, N.A. is undersecured. Accordingly, no additional interest or attorney's fees have accrued in connection with the Class 3 Claim after the Petition Date pursuant to 11 U.S.C. § 506(b). To the extent the Debtor collects any prepetition receivables on bonded construction contracts for which Old Republic has paid bond claims, such funds will be used to first satisfy the remaining Claim of Old Republic Surety Company. Any other prepetition receivables collected, or personal property sold by the Debtor will be used first to satisfy the remaining Claims of the State of Colorado, then Wells Fargo Bank, N.A., and then Old Republic Surety Company. The Debtor also disputes the amount of the Class 3 Claim and the Class 3 Claim is a Contested Claim. To the extent it is Allowed, the remaining amount of Wells Fargo Bank, N.A.'s Claim (the amount that remains unpaid after collection and distribution of prepetition accounts receivable) is Unsecured and shall be treated as a general Unsecured Claim under Class 7. Other than prepetition accounts receivable, the Debtor shall take title to its property free and clear of the Class 3 Claim a upon confirmation of the Plan. In the event Wells Fargo Bank, N.A. disputes the value of its collateral, its status as an undersecured/Unsecured creditor, or the provisions of the Plan that apply to its Claim, the matter will be submitted to the Bankruptcy Court for a determination as a contested matter pursuant to Fed. R. Bankr. P. 9014.

Class 4. (*Allowed Secured Claim of US Bank*). US Bank holds a first priority Allowed Secured Claim of \$5,102.98 (as of the Petition Date) against the Debtor's 2014 Jeep Grand Cherokee motor vehicle pursuant to a purchase money security agreement. The Class 3 Claim of US Bank is fully secured.

The Class 4 Claim shall be paid pursuant to the terms of the original financing agreement between the Debtor and U.S. Bank.

Class 5. (Allowed Impaired Secured Claim of Komatsu). Komatsu holds a Secured Claim against certain excavation equipment (Komatsu PC360LC-10 Hydraulic Excavator, Serial No. A33003) owned by the Debtor on the Petition Date. The equipment was repossessed by Komatsu within the 14-day period prior to the Petition Date. Debtor has initiated an adversary proceeding against Komatsu to recover such equipment (Adversary Proceeding No. 17-01213 JGR). The Debtor believes that the parties are close to reaching a compromise of their dispute which will involve selling the equipment and sharing the proceeds. The parties' settlement will be subject to Court approval and if approved, will be incorporated herein by this reference. Should the parties fail to settle their dispute, the Debtor may surrender the equipment to Komatsu in full satisfaction if its Secured Claim or continue to litigate the adversary proceeding in an effort to obtain possession of the equipment or the value thereof. Should the Debtor prevail and obtain possession of the equipment, Komatsu's Secured Claim shall be allowed in the amount of \$90,000.00 (the value of the equipment according to Komatsu's Proof of Claim 16-1). Under this scenario, the Secured portion of Komatsu's Claim in the amount of \$90,000.00 shall be paid over 10 years at a fixed annual interest rate of 8% with 120 payments of principal and interest of \$1,084.72 to begin on the fifth day of the first full month following the Effective Date until paid in full. The remaining Unsecured portion of Komatsu's Claim shall be treated under Class 7. In the event Komatsu disputes the value of its collateral or the modified loan provisions contained herein prior to the hearing on Confirmation, the matter will be submitted to the Bankruptcy Court for a determination as a contested matter pursuant to Fed. R. Bankr. P. 9014.

Class 6. (Executory Contracts and Unexpired Leases). Any unexpired leases or executory contracts not otherwise dealt with in the Plan shall be deemed rejected. Under the terms of any lease agreements, in the event that a lease is rejected, the equipment or property will be returned to the lessor, unless Debtor and the lessor otherwise agree.

Any Class 6 claimant asserting a claim for damages arising from rejection of a lease shall file a proof of claim with the Bankruptcy Court by the later of the Effective Date or thirty days after entry of the Order granting the motion to reject or the claim shall be forever barred. The claims held by holders of rejected leases or executory contracts shall be treated as a Class 6 unsecured claim subject to the limitations of Section 502 of the Bankruptcy Code.

Class 7. (Unsecured Claims). Class 7 is comprised of creditors holding Allowed Unsecured Claims against the Debtor, including any allowed penalty Claims held by any taxing authority which are not related to actual pecuniary loss. Allowed Class 7 Claims shall receive their pro rata share of the Net Profits Fund. Distributions from the Net Profits Fund shall continue for 5 years following the Effective Date. Distributions to Class 6 claimants shall not exceed the amount of the Allowed Unsecured Claims plus interest calculated at two and a half percent (2.5%) per annum. Distributions to the Allowed Class 6 claimants shall be made annually on the anniversary of the Effective Date and shall begin in 2019. In the alternative, at any time during the term of the Plan and at its sole discretion, the Debtor may distribute \$53,857.12 (the approximate amount projected to be distributed to unsecured creditors under the Plan) less any payments already made to Class 7 claimants under the Plan, as a lump-sum payment to the allowed Class 6 claimants on a pro-rata basis, in full, final, and complete satisfaction of their unsecured claims.

A list of the Unsecured Claims is as follows:

- Wells Fargo Bank - \$12,551.58
- Advantage Earth Products, Inc. - \$4,833.34 (disputed)
- Bradley Devitt Haas & Watkins, P.C. - \$37,242.70 (disputed, paid by personal guarantor)
- Douglas Richter - \$128,499.61 (disputed)
- RMS Cranes - \$24,813.39
- ISP Automation, Inc. - \$144,124.24 (disputed, paid by general contractor)
- Galloway & Company, Inc. - \$15,985.72
- 10 til 2, LLC - \$8,209.59
- Chromalox, Inc. - \$9,425.03
- Komatsu - \$152,493.51 (disputed)
- Intermountain Testing Company - \$41,636.20 (disputed)
- Wagner Rents - \$12,194.31
- Golder Associates, Inc. - \$209,495.37 (disputed, settled by bond company)
- 361 Services, Inc. - \$15,942.58 (disputed)
- Any other creditors listed on the Debtor's bankruptcy schedules with liquidated, noncontingent, undisputed claims.

Class 8. (Equity Interests). On the Effective Date, the member of the Debtor shall retain his Equity Interests.

Class 9. (Late Filed Claims). Class 9 is comprised of all Late Filed Claims against Debtor. The Class 9 claims shall be disallowed and shall receive no distribution under the Plan.

**ARTICLE VI
DEFAULT AND PLAN MODIFICATION**

6.1 *Default and Right to Cure.*

In the event of any default by the Reorganized Debtor of any payment to any class of claimants arising under the terms of the Plan, the Reorganized Debtor shall have thirty (30) days within which to cure any default in payments due under this Plan after the date of issuance of written notice from any claim holder. Written notice shall be provided to the Reorganized Debtor and to Debtor's counsel as provided in paragraph 12.7 herein, unless written notice of substitution of legal counsel is served upon the claim holder at least fifteen (15) days prior to the date notice is sent.

6.2 *Failure to Cure Default.*

In the event that the Reorganized Debtor fails to cure any default in the requirements to make payment under the Plan, within thirty (30) days from the date that written notice is sent in compliance with paragraph 6.1, the Reorganized Debtor shall be in default under the terms of the Plan.

6.3 *Plan Modification.*

At any time after Confirmation of the Plan but before the completion of payments under the Plan, the Plan may be modified upon the request of the Reorganized Debtor, after notice and a hearing, only to the extent allowed by 11 U.S.C. § 1127.

**ARTICLE VII
MEANS FOR IMPLEMENTATION AND
EXECUTION OF THE PLAN**

7.1 *Asset Transfer to Reorganized Debtor.*

On or about the Effective Date, all assets of the Debtor shall be transferred to the Reorganized Debtor free and clear of all liens, claims, and interests of creditors, equity holders, and other parties in interest, except as otherwise provided herein. Specifically, the assets shall be transferred subject to the liens held by secured creditors as discussed in the treatment of their claims. The Reorganized Debtor shall not, except as otherwise provided in this Plan, be liable to repay any debts which accrued prior to the Confirmation Date. Except as provided in this Plan, on the Confirmation Date, the Debtor shall be granted a discharge under 11 U.S.C. § 1141.

7.2 *Means for Implementation.*

The Debtor shall fund its Plan obligations with cash from operations. Such funds shall be sufficient to pay in full all amounts due on the Effective Date, and, as applicable, priority claimants treated under Article III herein.

7.3 *Execution of Plan.*

Thirty days after the Effective Date, the Reorganized Debtor shall implement its Plan of Reorganization pursuant to the terms for each class of claimants set forth above. Payments under the Plan shall come from the cash flow of the Reorganized Debtor generated by the Reorganized Debtor's business. On the due date for payments as set forth in Article V above, the Reorganized Debtor shall immediately distribute the required pro rata amount to each claimant holding an Allowed Secured or Unsecured Claim and escrow the same pro rata amount to creditors holding Contested Claims as provided in Article X herein.

In the alternative, at any time during the term of the Plan and at its sole discretion, the Debtor may distribute \$53,857.12 to the allowed Class 7 Claims on a pro-rata basis in full, final, and complete satisfaction of their unsecured claims.

7.4 *Net Profits Fund.*

7.4.1 On the first anniversary of the Effective Date, and each year thereafter for 5 years, the Reorganized Debtor shall calculate its Net Profits for the prior 12-month period and deposit 25% percent of the Net Profits into the Net Profits Fund for distribution to the Class 7 Claimants.

7.4.2 Upon request by an Allowed Class 7 claimant, the Reorganized Debtor shall provide its calculation of Net Profits for the period requested.

7.5 *Financial Records.*

The Reorganized Debtor's financial records shall be available for review by creditors upon reasonable notice during normal business hours subject to execution of an appropriate confidentiality agreement.

7.6 *Avoidance and Recovery Actions.*

The Reorganized Debtor may pursue any claims or recovery actions held by the Debtor, including but not limited to recovery under 11 U.S.C. §§ 544, 547, 548 and 549. The Reorganized Debtor may abandon any claim it has against any third party if it determines that the claim is burdensome or of inconsequential value and benefit. The Reorganized Debtor is authorized to employ counsel to represent it in litigation or any cause of action or claims held by the Debtor.

7.7 *Deposit Accounts.*

All funds held by the Reorganized Debtor for distribution under the Plan shall be held in accounts which meet the insurance and guaranty requirements 11 U.S.C. § 345(b).

7.8 *Claims Objections.*

Following the Effective Date, the Reorganized Debtor may compromise objections to Claims or causes of action referred to in this Plan without notice and hearing for claims or causes of action asserted in the original amount of \$50,000.00 or less. Settlements or compromises of any claims or causes of action asserted in the amount of \$50,000.00 or more shall be subject to

notice and an opportunity for hearing under the provisions after notice in compliance with the Local Rules of Bankruptcy Procedure.

7.9 *Continued Operations.*

After the Effective Date, the Reorganized Debtor exercising its business judgment may sell, operate or abandon any of its assets.

7.10 *Discharge and Injunctive Relief.*

The Reorganized Debtor shall receive a discharge to the extent permitted by 11 U.S.C. § 1141 and the Reorganized Debtor shall be entitled to seek injunctive relief from the Court, if necessary, to enforce any and all provisions of the Plan.

**ARTICLE VIII
EFFECT OF CONFIRMATION**

Upon Confirmation, the provisions of this Plan shall bind the Debtor and any creditor or equity security holder of the Debtor, whether or not the Claim or Equity Interest of such Person is impaired under this Plan and whether or not such Person has accepted this Plan. Upon Confirmation, all of the property of the Debtor's estates shall be vested in the Reorganized Debtor as provided in this Plan, free and clear of all Claims and Equity Interests, except as specifically provided in this Plan. Upon Confirmation, all creditors and equity security holders of the Debtor are permanently enjoined from commencing or pursuing any action against the Reorganized Debtor, other than an action to enforce the provisions of this Plan. The previous sentences shall in no way alter or impair the rights of the State of Colorado available under applicable state law.

**ARTICLE IX
PROVISION FOR ASSUMPTION OR
REJECTION OF EXECUTORY CONTRACTS**

All unexpired leases and executory contracts between the Debtor and any other Person (if any) which have not prior to the Effective Date of the Plan been affirmatively assumed by the Debtor, are hereby rejected.

**ARTICLE X
PROVISION AS TO DISPUTED CLAIMS**

10.1 *Objections.*

The Reorganized Debtor may, at any time within sixty (60) days after the Effective Date, file an objection to any claim which in its opinion should be objected to as improper, in whole or in part. The Reorganized Debtor may further designate claims held by creditors against whom the Reorganized Debtor believes actions may be brought under Sections 544, 547, 548 or 549 of the Bankruptcy Code as Contested Claims by sending notice in writing to the Claimant within sixty (60) days after the Effective Date.

Upon the filing of such objection or service of said written notice, such claim shall be considered a Contested Claim, and any cash or other instruments or property otherwise distributable to such creditor under this Plan shall be held by the Reorganized Debtor in escrow until final disposition of the objection to the claim either by settlement or entry of a Final Order. If the claim is only contested in part, payment shall be made to the claimant on the uncontested portion under the provisions of Article V and the balance shall be treated as a Contested Claim under the provisions of Article X. If the objection is overruled or denied, in whole or in part, or the claim is allowed by stipulation of the Reorganized Debtor and the claimant, such claimant shall receive the amount of cash provided in this Plan to the extent of the amount of the claim finally allowed, including back installments.

10.2 *Contested Claims Escrow.*

From and after the Effective Date, the Reorganized Debtor shall reserve and hold for the benefit of each holder of a Contested Claim cash in an amount equal to the pro rata payments which would have been made to the holder of such contested claim if it were an Allowed Claim in an amount equal to the lesser of: (i) the amount of the Contested Claim or (ii) the amount in which the Contested Claim shall be estimated by the Bankruptcy Court pursuant to § 502 of the Bankruptcy Code for purposes of allowance, which amount shall constitute and represent the maximum amount in which such claim may ultimately become an Allowed Claim. No payments or distributions shall be made with respect to all or any portion of any Contested Claim pending the entire resolution thereof by Final Order.

ARTICLE XI AMENDMENT OF ARTICLES OF INCORPORATION AND BYLAWS OF DEBTOR

As may be required, the Articles and Bylaws of the Debtor shall be amended on or before the Effective Date to the extent necessary to effectuate the provisions of the Plan.

ARTICLE XII MISCELLANEOUS PROVISIONS

12.1 *Retention of Jurisdiction.*

The Reorganized Debtor reserves the right to reopen the Chapter 11 Case after Confirmation and dismissal for the purposes set forth in this paragraph. The Bankruptcy Court shall retain jurisdiction over the Chapter 11 Case for the following purposes:

- (a) To hear and determine any and all objections to the allowance of Claims or Interests.
- (b) To determine any and all applications for allowances of compensation and reimbursement of expenses and any other fees and expenses authorized to be paid or reimbursed under the Bankruptcy Code or the Plan, to the extent such claim was incurred prior to the Effective Date.
- (c) To hear and determine any and all pending applications for the rejection or assumption, or for the assumption and assignment, as the case may be, of executory

contracts or unexpired leases to which the Debtor is a party, and to hear and determine any and all Claims arising therefrom.

- (d) To hear and determine any and all applications, adversary proceedings, and contested or litigated matters that may be pending on the Effective Date or instituted by the Reorganized Debtor thereafter.
- (e) To consider any modifications of the Plan, to remedy any defect or omission, or reconcile any inconsistency in the Plan or in any order of the Bankruptcy Court, including the Confirmation Order.
- (f) To hear and determine any application to sell the Debtor's property free and clear of liens.
- (g) To hear and determine all controversies, suits, and disputes that may arise in connection with the interpretation, enforcement, or consummation of the Plan.
- (h) To consider and act on the compromise and settlement of any claim or cause of action by or against the Debtor where the original claim or cause of action is in excess of \$50,000.00.
- (i) To issue orders in aid of execution of the Plan as contemplated by Section 1142 of the Bankruptcy Code.
- (j) To determine such other matters as may be set forth in the Confirmation Order or which may arise in connection with the Plan or the Confirmation Order.

12.2 *Vesting of Property.*

The Reorganized Debtor shall be vested with ownership to all property of the estate upon the Effective Date.

12.3 *Satisfaction of Claims.*

The payment of Allowed Claims, Allowed Administrative Claims and Allowed Secured Claims shall be in exchange for all claims against the Debtor and shall constitute full settlement, release, discharge, and satisfaction of all such claims against the Debtor. Confirmation of the Plan shall constitute a modification of any note or obligation for which specification and treatment is provided under the Plan as set forth in the Plan. Any obligation or note, previously in default, so modified, shall be cured as modified as of the Confirmation Date. This provision shall be operable regardless of whether the Plan provides for any obligation to be evidenced by a rewritten loan or security document following confirmation of the Plan.

12.4 *Pre-Existing Causes of Action.*

Nothing herein contained shall prevent the Reorganized Debtor from taking any action as may be necessary to the enforcement of any cause of action which may exist on behalf of the

Reorganized Debtor and which may not have been enforced or prosecuted by the Debtor prior to the Effective Date.

12.5 *Reservation of Rights.*

The Reorganized Debtor reserves the right to modify the Plan prior to the Confirmation, and thereafter to modify the Plan in accordance with 11 U.S.C. § 1127(b) and paragraph 6.3 herein.

12.6 *Headings.*

The headings used in the Plan are for convenience of reference only and shall not limit or in any manner affect the meaning or interpretation of the Plan.

12.7 *Notices.*

All notices, request, demands, or other communications required or permitted in this Plan must be given in writing to the party(ies) to be notified. All communications will be deemed delivered when received at the following addresses:

(a) To Debtor:

JHL Industrial Services, LLC d/b/a Platt Rogers Construction
jg@plattrogers.com

With a copy to:

David J. Warner
Wadsworth Warner Conrardy, P.C.
dwarner@wwc-legal.com

(b) To an allowed claimant, at the addresses set forth in the allowed Proof of Claim, if filed, or, if no Proof of Claim is filed, at the address set forth for the claimant in the Debtor's Schedules filed with the Bankruptcy Court.

12.8 *Successors and Assigns.*

The Plan will be binding upon the Reorganized Debtor, any creditor affected by the Plan and their heirs, successors, assigns and legal representatives.

12.9 *Unclaimed Payments.*

If a Person entitled to receive a payment or distribution pursuant to this Plan fails to negotiate a check, accept a distribution, or provide a forwarding address in the event notice cannot be provided as set forth in paragraph 11.7, within one (1) year of the Effective Date, the person or entity is deemed to have released and abandoned any right to payment or distribution under the Plan.

DATED May 18, 2018.

JHL INDUSTRIAL SERVICES, LLC
D/B/A PLATT ROGERS
CONSTRUCTION

/s/ Jason Grubb

By: Jason Grubb
Its: Managing Member

WADSWORTH WARNER CONRARDY, P.C.

/s/David J. Warner

David J. Warner, #38708
2580 W. Main St., Suite 200
Littleton, Colorado 80120
(303) 296-1999, Fax: (303) 296-7600
ATTORNEYS FOR DEBTOR