



TAMPA BAY BANKRUPTCY CENTER, P.A.

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## Two Companies filing Bankruptcy

The oldest travel club in the country with its own aircraft, the Nomads is filing for Chapter 7 bankruptcy in US Bankruptcy Court in Detroit. In their bankruptcy filing, the club listed assets amounting to \$3,900,798 but \$3,917,944 in liabilities.

Of late, the club's fuel supplier had cut off supplies to the club due to non-payment of invoices. At the same time, the club could not meet its obligations to pay salaries and other commitments. The board of directors wrote a letter to the members to this effect. The directors also sought for a buyer to purchase the club but all efforts were unsuccessful.

However, just before the bankruptcy filing, the directors cashed the annual membership fee of members amounting to \$300 per member. This infuriated the members when they were not listed as among the 200 creditors in the bankruptcy. Many felt it was unfair to collect fees for services which were about to be terminated. Club officials could not be contacted for their comments.

*<http://tampabankruptcy.pro/blog/>*

Nomads owes AMA Waterways about \$187,518 and The Rose Hall Resort in Jamaica \$127,000. A total of 161 Nomads members are bondholders who are owed between \$5,000 and \$50,000 each. Others are due a refund of their lost trip deposits.

The 45-year old Nomads started operations in 1965. The company's biggest asset is its Boeing 727 valued at \$2.5 million.

In an unrelated case, the developer of the Skywater Over Horseshoe Bay has filed for Chapter 11 bankruptcy. The bankruptcy filing will avert foreclosure of the project thus allow it to carry out reorganization and be completed as originally planned. Official papers filed in US Bankruptcy Court in Austin, lists assets of about \$50 million to \$100 million and liabilities of about \$10 million to \$50 million.

The 1,681 acre project is located in Texas, on Texas 71 overlooking Horseshoe Bay.

The owners are SW Ownership LLC but the project originally belonged to HB Texas Funding Inc. which went into bankruptcy in February 2009.

Upon taking over the project, SW Ownership injected about \$10 million into the project. It was to have 1,200 homes, villas and condominiums, plus commercial parcels, by the time the project was to be completed in 2015.

Then the 2008 recession hit and sales took a steep plunge. Only 96 units have been sold to-date, with 4 homes built. The main lender, IBC Bank in

San Antonio, posted the property up for foreclosure but now the bankruptcy has put it on hold.

The bankruptcy lists a number of major unsecured creditors, including Nelson Lewis Inc., a Marble Falls construction firm, owed \$219,451; the Horseshoe Bay Resort, owed \$111,998.85; and Skywater Management, owed \$275,000.

If you are struggling financially and wish to file for bankruptcy protection, call us at (813) 200 4133 for a free consultation.