UNITED STATES BANKRUPTCY COURT DISTRICT OF CONNECTICUT

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IN RE:))
MICHAEL R. GIGLIOTTI,) CASE NO. 08-22107
DEBTOR) CHAPTER 7
ANTHONY S. NOVAK, TRUSTEE,))
PLAINTIFF,)
v.)	ADV. PRO. NO. 09-2044
PATRICIA GIGLIOTTI,	
DEFENDANT	Re: ECF NO. 24

APPEARANCES:

Derek V. Oatis, Esq. Lobo & Novak LLP 280 Adams Street Manchester, CT 06042

John A. Barbieri, Esq. 18 Cedar Street, P.O. Box 1445 New Britain, CT 06050 Counsel for Plaintiff

Counsel for Defendant

BRIEF MEMORANDUM AND ORDER DENYING DEFENDANT'S MOTION FOR SUMMARY JUDGMENT

I. PROCEDURAL BACKGROUND

Michael R. Gigliotti (hereafter, the "Debtor"), on October 28, 2008, commenced the instant bankruptcy case by the filing of a bankruptcy petition pursuant Chapter 7 of Title 11, United States Code. He received his discharge on February 10, 2009. Anthony S.

Novak, the duly appointed Chapter 7 Trustee (hereafter, the "Trustee"), on July 24, 2009, commenced the captioned adversary proceeding by the filing of a Complaint (hereafter, the "Complaint") against the Debtor's wife, Patricia Gigliotti (hereafter, the "Defendant"). The Complaint seeks to avoid, as a fraudulent transfer pursuant to Bankruptcy Code §548(a)(1), the Debtor's November 8, 2007, conveyance to the Defendant for no consideration of his one-half interest in certain real property.

Presently before the Court are the <u>Defendant's Motion for Summary Judgment</u> (hereafter, the "Motion"), 1 ECF No. 24, the Trustee's ... <u>Memorandum in Opposition</u> Objection to Motion for Summary Judgment, ECF No. 28, and the <u>Defendant's Memorandum in Response to Plaintiff's Memorandum in Opposition to Motion for Summary Judgment</u>". ECF No. 27.

II. DISCUSSION

Defendant, citing this Court's decision in O'Neil v. Jones (In re Jones), 403 B.R. 228 (Bankr. D.Conn. 2009), argues that she is entitled to judgment as a matter of law on grounds that the Debtor's transfer of property that would have been exempt under state law is outside the scope of the Connecticut Uniform Fraudulent Transfer Act ("CUFTA"), Conn. Gen. Stat. §52-552a et seq. Such argument, as applied to the Complaint in the present adversary proceeding, is unavailing. The trustee in Jones brought an avoidance action under state law, CUFTA, as he was authorized to do under Bankruptcy Code §544. The provisions of CUFTA, however, are unrelated to the present proceeding in which the

¹Attached to the Motion was a <u>Memorandum of Law in Support of Defendant's Motion for Summary Judgment</u>. ECF No. 24-1.

Trustee seeks to avoid a transfer pursuant to Bankruptcy Code §548(a)(1).

Additionally, the parties' discussions concerning the Debtor's election, in his

petition, to utilize the federal, rather than the state, exemption scheme are inapposite to

the present proceeding. Although the Debtor transferred the property at issue prepetition

and thus had no interest therein to schedule when he filed his petition, Bankruptcy Code

§541(a)(3) states that property of the estate includes "any interest in property that the

trustee recovers" as a result of an avoided transfer and, regardless of which exemption

scheme a debtor has elected, §522(g) permits a debtor to exempt such recovered property

only if he had transferred it involuntarily.

III. CONCLUSION AND ORDER

In accordance with the foregoing discussion, the Court finds that there are material

facts to be determined at trial, and that the Defendant is not entitled to judgment as a

matter of law, in accordance with which:

IT IS HEREBY ORDERED that the Motion is DENIED.

Dated: July 29, 2010

BY THE COURT

Albert S. Dabrowski

United States Bankruptcy Judge

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