TRANSCRIPT OF

INTERVIEW OF

STEPHEN L. BEAMAN (Beaman & Bennington, PLLC)

Place: U.S. Bankruptcy Court

Raleigh, NC

Date: February 24, 2020

TRANSCRIPT ORDERED BY:

DAWN R. WRIGHT, CASE ADMINISTRATOR (U.S. Bankruptcy Court)

ATTENDEES:

TRAVIS SASSER, ESQ. (Sasser Law Firm
CINDY OLIVER, ESQ. (Longleaf Law Partners)
CHRISTINE CASTELLOE, CHIEF DEPUTY CLERK (U.S. Bankruptcy
Court)
STEPHANIE BUTLER, CLERK (United States Bankruptcy Court)

Transcriber, Kimberly Upshur J&J COURT TRANSCRIBERS, INC. 268 Evergreen Avenue Hamilton, NJ 08619

(609) 586-2311

FAX NO. (609) 587-3599

E-mail: jjcourt@jjcourt.com Website: www.jjcourt.com

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MS. BUTLER: Well Mr. Beaman we're here today to interview Stephen Beaman who's one of our Chapter 7 Trustees. It is February 24th, 2020.

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Mr. Beaman, the way we've been doing this with other people is, you know, we'll probably start out with a few questions specifically to you but then it sort of develops into a conversation more so. And so I'll start out by asking you about your educational background and how you ended up in bankruptcy law.

MR. BEAMAN: I grew up on a tobacco farm in Greene County. And my name, by the way, is Stephen L. Beaman. There are several Steve Beamans and so Stephen L, with a p-h is who I am. And I went to public schools in Greene County and graduated and lived near East Carolina University so that's where I went to undergraduate school. I got a BA degree in education. And while I was there I decided that I would see if I could get in law school and visited Chapel Hill and applied there and was eventually accepted. And so I have my JD degree from UNC in 1974.

My childhood sweetheart went to Atlantic

Christian College now Barton College in Wilson and so

for the first couple of years that we were both in

school we spent a lot of time on weekends in Wilson and

decided that that's where we wanted to live. So I

interviewed some of the law firms there. I actually clerked with one of the law firms, the summer before my last year of school. And one of the interviews was with Judge Moore and his then law partner George Weaver.

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And I'll never forget coming to Wilson for the interview. I was in college during the Viet Nam era and I was able to not go to Viet Nam because I got in the National Guard. Judge Moore at the time was a colonel in the Army Reserve and they had started letting National Guardsmen grow their hair as long as they wore a wig and could cover it up. So I had a little longer hair and I drove to Wilson on a Friday night and had dinner with Judge Moore and George Weaver and sometime after dinner we were sitting around talking Judge Moore said well, I just need to know do you cut it or do you wear a wig? And I thought when I told him I wore a wig that would be the end of that interview. He didn't hold it against me.

So in August of 1974 I started to work with the firm of Moore & Weaver. And Judge Moore at the time was a part-time bankruptcy referee. He had an office on Green Street. And I want to think it was 307 or 309 Green Street. One of those numbers. I'll have to go back and look it up. It was a small brick

building, one story, that was divided in half and each side was identical, mirror image of the interior design. And Judge Moore and George Weaver had their office facing the building on the left side and John Anthony a local Wilson CPA had his office on the right side.

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Judge Moore had a lounge room in the back and everyday he would have lunch, if he wasn't off somewhere in court, in that lounge. Somebody would go get him some lunch. And after he ate he would take a nap. He had a recliner in that lounge and he would take a nap everyday.

MS. BUTLER: Probably after smoking a cigarette, too, though.

MR. BEAMAN: Probably after smoking a cigarette. He was a smoker. And of course I practiced with the two of them until Judge Moore became the first official bankruptcy judge full-time in 1976. And I want to remember maybe June or July, probably July fiscal year was when he ascended to the position of full-time judge. And he had some conversations and just thinking preceding that trying to decide whether he wanted to be a lawyer or a colonel or a bankruptcy judge.

And he, thankfully for all of us, he decided

that he would give up the practice of law and continue with the bankruptcy work that he was doing and with the military. And of course he retired as, I think, a brigadier general. A general. And he was always very proud of the work that he was doing with the military.

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He's the one that introduced me to bankruptcy law. I remember taking a course called debtor/creditor relations in law school. And I remember the bankruptcy part of it sitting there listening thinking well I will never use this. Didn't have any idea hardly of what bankruptcy law was even after I took the course. But Judge Moore occasionally would ask me to research some issues, investigate some things on his behalf in some cases that he might have pending. So I got to get acquainted with bankruptcy law kind of unofficially working with him during that roughly two and a half year period while he was still doing that.

Judge Moore as everybody knows really enjoyed mentoring young lawyers and that's something he did for many of us including myself. And he apparently thought that I could be a trustee because after he went on the bench he started asking me from time to time if I would act as trustee in some cases and he would appoint me.

MS. BUTLER: So that was before there was an actual panel.

MR. BEAMAN: At that time there -- the only panel was whoever Judge Moore appointed. And he had a number of young lawyers across the district that he would call on for different cases. He had his own criteria. He never shared with me what those criteria were. I do believe that my farming background led to my appointment in a number of cases. Early on in the '70s and '80s I was appointed by Judge Moore in a number of farm bankruptcies as trustee. Sometimes they were liquidating cases that required some active farming.

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I remember one case in particular that was filed around September and a substantial number of acres of corn still had to be harvested. And I ended up getting orders to continue the operation and had to hire some farmers with grain combines to harvest the rest of that corn crops. I think Judge Moore probably had that in mind when some cases like that came along.

MS. OLIVER: Do you remember who else Judge Moore was appointing as trustee at that same time?

MR. BEAMAN: Ed Moore, Walt Hinson, Greg
Crampton. Many of those who are still around doing
bankruptcy work. Those names come to mind quickly.
Walt Hinson, I think I mentioned him. Richard Sparkman
later on. Buzzy Stubbs. I think he may have had a few

Chapter 7 Trustee cases early on before he was appointed Chapter 13 Trustee. Mack Howard, I don't know if he was a trustee, but he was a good friend with Judge Moore because of their military shared experience, but had a number of cases involving Judge Howard.

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So that's how I got acquainted with bankruptcy law and started being a trustee. And then when the panel idea came along I was fortunate enough to be appointed to the Chapter 7 panel and I've been on that ever since.

MR. SASSER: You were part of the appointment process for the second judge in 1982, were you not?

MR. BEAMAN: I was. I remember there were three of us appointed by the Fourth Circuit. Al Butler, me, and a third one I can't remember. And we were interviewed as a group.

MS. OLIVER: By the Fourth Circuit?

MR. BEAMAN: By the Fourth Circuit

Administrator. If you'd call his name I'd remember it.

MS. OLIVER: Sam Phillips.

MR. BEAMAN: Sam Phillips. And Judge Small was under consideration and there was concern that Judge Small coming from being an in-house counsel for First Union would be unfriendly to debtors and more

friendly to creditors. And of course we all know that that didn't turn out to be the case. But that was an interesting experience. And he was eventually appointed.

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MS. BUTLER: So you didn't actually take part in the interviews of those?

MR. BEAMAN: No, it was just an interview of the three of us by Sam Phillips about our impressions of Judge Small. But I don't remember any other candidate. I think by the time it came around to us we were just talking about Judge Small. That may not be the case, but he's he the one I remember.

MR. SASSER: Does it sound correct that there was Judge Dupree and Judge Britt had actually vetted the candidates prior to and then once they had selected Judge Small they then passed it on to the three of you? Does that sound right?

MR. BEAMAN: That sounds about right.

MS. BUTLER: This isn't really bankruptcy related, but it just kind of piqued my interest when you mentioned that you were an education major. Do you think that that has helped you as a trustee in maybe trying to help educate some debtors?

MR. BEAMAN: Maybe so. I actually when I started as a freshman I wanted to eventually be a high

school principal. I wanted to be a teacher and then a principal. And along the way I had, in the first couple of years I had some political science courses and I was always interested in political science. I was student body president for two years at Greene Central High School. And I was the first one elected as a junior. So I'd been interested in politics. I read the News Observer religiously when I was in high school and so forth. And I took some political science courses, had some fascinating teachers.

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I majored in history and minored in political science and tied that into getting a bachelor's degree with a teaching certificate. And during my sophomore year is when I connected my enjoyment of political science and so forth with law school. I had no background, no relatives or anybody that had been lawyers. So I was kind of coming to that cold. I did have a -- my wife had a cousin who was raised in the same household as she who was a heart surgeon and knew Bill Aycock and he arranged for me to meet with Aycock for an interview to talk about law school and so forth. And I came away from that convinced that that was something I wanted to do.

But I still pursued the teaching certificate because I wasn't sure I was smart enough to make it in

law school, and I had to have a job if I flunked out of law school. So that was my fallback position after my second year of college.

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MR. SASSER: Do you have any recollections of when the -- when we moved from the Act to the Code in that '78/'79 area under the adaptation of the different things that were going on then?

MR. BEAMAN: I obviously remember it. It was a time where everybody that was in bankruptcy practiced thought that there were really big changes coming and everybody was scrambling around trying to, you know, study the changes and go to seminars. I remember I went to a seminar in New York City. New York City Bar put on a seminar about the changes and I attended that. And everybody thought it was going to be awful, but it, you know, everybody adjusted and got used to it and it turned out to be just fine.

The bankruptcy law like any other law has changed often, statutory law, and I want to think it was Lincoln who said don't worry about the law the law will be there. Go get the facts. And that's kind of how I look back thinking the transition every time the bankruptcy's law is changed, you know. The law's going to be what it is and we'll all figure it out and study it and we'll practice and we'll take a few cases under

the new law and we'll practice what it says and the judges will tell us what it says.

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That reminds me of a case I had with Judge Moore years ago when the bankruptcy court was in the old post office building in Wilson. I had brought an adversary proceeding involving a secondary transferee regarding a preference and the issues involved in the case were pretty novel. There had been a few cases in other jurisdictions in other states about this issue and applying the facts to the preference law and I brought this lawsuit and I thought I was on the cutting edge of the law.

And we started trying the case and after, I don't know, probably about 11:30 in the morning Judge Moore wanted to smoke a cigarette, among other things, which he often would take recesses when it was time to smoke. And he stood up and he asked the other lawyers if they had any objection to him conferring with Mr. Beaman in chambers. And of course they all said well, no, Judge, we don't.

So he invited me back in his chambers and he lit his cigarette and he sat back and thought for a few minutes and he said son, do you really think you're going to win this case? And I said well, Judge, I sure hope so. I've got some good law and I've got all these

cases from other jurisdictions. He listened to me for a while and then he said well I'm going to finish my cigarette here and I think it'd be a good idea if you go back outside and see if you can't settle this case. That's what I did. That would not be heard of today.

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But the practice of bankruptcy and the judges and the relationships with the Bar has changed a little bit. Obviously there's a little bit more formality and the judges -- as I say none of our judges would do anything like that today.

That was part of his mentoring. He didn't want me to lose, I guess, and he didn't want to rule against me. He wanted to give me a chance. He didn't tell me what he was going to rule, but he wanted to give me a chance. And if I was dumb enough not to take his hint then that would be on me.

MS. OLIVER: When Judge Moore went on the bench were you still working in the office of Moore & Weaver?

MR. BEAMAN: Mm-mm. Yes. George Weaver and I continued the practice.

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MR. OLIVER: And did he do bankruptcy, too?

MR. BEAMAN: Weaver?

MS. OLIVER: Yes.

MR. BEAMAN: No.

MS. OLIVER: And then so how have
-- what has your practice looked like since then?
Where did you go after Moore & Weaver?

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MR. BEAMAN: Well, at some point George
Weaver and I decided to go our separate ways and George
and I before that we continued in the same building.
And Judge Moore, by the way, owned that building. And
it was right next door to the house that he grew up in.
And so George and I stayed there for about a year or
two after Judge Moore went on the bench and then we
bought a house that's almost directly behind that
building facing on Nash Street in Wilson and we
practiced there for a few years and then we decided to
go our separate ways. And George moved to another
location in Wilson and I stayed there.

And since then I've had several different lawyers who have practiced with me. And now have a firm of four lawyers, three including myself. We, over the years, have at some point started representing Wilson County and Wilson County DSS and still do that today. I've always done some real estate and then some general practice, some commercial litigation, some family sort of things, wills and estates and so forth. And that's pretty much what the practice looks like today.

Always with a good bankruptcy practice because of the trustee work. And in Wilson it was, I think, to the volume of bankruptcy work it was important to be a trustee. Because when a big case would come along and out of state, out of town lawyers would look in their list they'd always look at Raleigh. Sometimes they would see the case was in Wilson and they would look at Wilson. But it also helped to be a trustee and to continue to be involved in the bankruptcy in that fashion.

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MS. OLIVER: Do you have any memorable trustee cases that you worked on?

MR. BEAMAN: I've had a lot of them. The one where I had to harvest the corn crop was a challenge because it rained all that fall and winter and we thought we'd never get the corn in. But we finally did. On more than one occasion I would get a call usually Friday afternoon from the clerk that there was a few thousand pigs somewhere and I needed to go feed them. So I had several cases. And again I think that relates to the agricultural background that I had. I think not only Judge Moore, but sometimes the clerk's office and the BA would -- and the judges on the bench would be looking for someone that had some background in agriculture. So I had, I don't know. I remember

one Friday afternoon there must have been about 20,000 hogs and of course you know Chapter 7 Trustee didn't have any money and the first question is how do I feed them, and how do I pay for that? So the biggest case I had like that they took feed out in tanker truckloads. And so I had to arrange some credit with the feed company and they needed it. They were out of feed. They needed some feed before I went to bed that Friday night. So that was a challenge and interesting.

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I had a case called AmerLink (09-01055-8).

That seems like it wound up just yesterday, but I guess it was a few years ago and that involved a lot of litigation and fairly substantial insurance policy that we were able to collect. Probably the biggest AP collection I've ever had was about a little over a quarter of a million dollars. A million dollars from the insurance policy which was all their coverage.

More recently I've had a case of Edward

Braxton (09-08876-8) who was here in Greenville and he
was a furniture dealer from Badcock Furniture Company.

And I got involved in an adversary proceeding in that
case which they were headquartered in Florida. And I
wound up back and forth in the bankruptcy court here
with Judge Doub and with the bankruptcy court down
there because of some venue issues and because of some

rulings that Judge Doub had that the Judge in Florida entered some rulings that we thought directly contradicted Judge Doub's jurisdiction and we had to come back and get some additional orders from Judge Doub and then go back to Florida. And fortunately got the Florida judge to agree that Judge Doub had primary jurisdiction. But there were a lot of interesting legal issues in that case. And it seemed to go on forever.

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That case, too, illustrates for me the difference in one of the keys, I think, to enjoy in practicing bankruptcy law in the Eastern District is that we are a close-knit group of lawyers and trustees. We know each other and we get along pretty well. now and then we have some new lawyers come along who believe that the way to practice law is to be real aggressive and so forth. And I think the Bankruptcy Bar in the east kind of takes those guys and women under their wing and talk to them about a different way to practice. And that is what I think of as the collegial practice that we have. It doesn't mean that you don't jealously and zealously advocate for your client, but at the end of the day when the bankruptcy seminar is over in the spring we're all friends and we go out to dinner together and things like that.

The <u>Badcock</u> case their lawyers were in Florida and they filed every motion that they could and they didn't want to talk about it. They wanted court rulings and that sort of thing. And to me that's the difference in the way a lot of -- I think a lot of bankruptcy jurisdictions' attorneys practice law in the way bankruptcy law is practiced in the Eastern District. And I sort of like the way we do it here.

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MR. SASSER: Do you recall back in the '80s there was a few different things, you can take them in order or you can just pick whichever one you want, but Judge Moore was, of course, concerned about maintaining the court's presence in Wilson. Judge Moore had a strong interest in the family farmer becoming a Chapter 12 and then also the opposition to the U.S. Trustee expansion. If you have any memories of that or if you were involved in any of that.

MR. BEAMAN: Well, I wasn't directly involved in that, but I do remember that and I know that Judge Moore and Judge Small felt strongly about Chapter 12. And we all remember that they testified in congress and they worked tirelessly, I think, trying to talk with the movers and shakers about why we needed a Chapter 12 and how it really -- Chapter 11 really didn't work well for farmers. And I think history will indicate such.

It was their efforts that played a big role in getting Chapter 12 adopted.

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And of course that came on the heels of time in the '80s when we had a huge spike in interest rates. There was a time in the '80s when interest rates were 19, 20, 21 percent. The commodity market really went through some gyrations during that decade. FHA, Farmers Home Administration urged farmers to get bigger and better equipment because they thought it was a real great future, you know, in demand for American agricultural products. And that economy -- that demand collapsed and there were a tremendous number of farm bankruptcies in the '80s.

There was one year, and I don't remember what year it was, but there was one year where I had an agricultural bankruptcy sale every single weekend throughout the year except for the major holidays. Big and little. Big farm operators, small farm operators. But they were filing Chapter 7 left and right. And that was, I think, kind of the genesis of the idea that we needed something that would help farmers stay in business when they faced things that they couldn't control which is a way of life for farmers, bad weather, good weather, good demand, no demand from foreign markets. Farmers are at the mercy of things

that they can't control no matter how good they are at growing crops.

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After seeing so many farmers have to file bankruptcy and have their assets liquidated Chapter 12 really filled the need in the bankruptcy law and was really -- came too late for a lot of farmers during that period of time, but since then it has certainly been a good tool to have to help farmers who are in financial trouble.

I also remember about for a while the bankruptcy court was kind of migratory. For a period of time the old post office building on Nash Street in Wilson was where court was held. When Judge Moore was a referee and I guess early on after becoming full-time judge he conducted his bankruptcy work as a referee out of his law office. So he had a mix of private practice, he was a general some days or colonel some days and then some days he was the bankruptcy referee. But when he became full-time obviously the Government provided quarters.

And I don't remember if the first place that was the bankruptcy court was in the post office building or not. But I remember for a while it was there. There was a U.S. District Court that for years court was held on the fourth floor, I think it was, of

that building and it was a nice courtroom. And it had offices for the judge and the clerks and so forth.

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But then there was a period of time when GSA decided to sell that building and I don't know whether it was during the transition from the post office building to the eventual location in Wilson, but there was a period of time when the bankruptcy court was actually held in that building where the law practice had been. Judge Moore at that point or at some point about that time took over the entire building and the CPA that was in one half the building was asked to vacate by Judge Moore and he set up the bankruptcy clerk/court in the other half of that building. And I remember whenever there was a big case there weren't enough seats to go around if there were a lot of lawyers involved there was standing room only in there trying to have any kind of court hearings.

And later on GSA rented a building that was the bankruptcy clerk and court where Judge Moore held court I guess until his death over near Parkwood Mall and Parkwood Boulevard. And it was after his death some years later that the court moved to this current Greenville location. It's been an interesting history about where the Wilson bankruptcy judge was sitting.

MR. SASSER: Was that personally

disappointing to you when they moved the court from Wilson to Greenville?

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MR. BEAMAN: Well, it was pre-technology days. It was great to be in the same town as the court because back in those days the clerk's office when it came time to object to claims they would package up the claims files and we would go over and get it and bring it back to our office, brought in someone to do the same thing and we would go through and copy what we needed and object to what we needed and then we would return the file. And obviously when we had to file a case we would go over and send the case for filing.

Back in those days we had somebody in our who was going to the bankruptcy court every afternoon either to get or to take something. So it was really great to be practicing in the same town then. And I was certainly in favor of it staying there, but I could see that the handwriting was on the wall and fortunately it's an easy drive from Wilson to Greenville so it hadn't been really an issue since it moved.

MS. CASTELLOE: Just a quick question as far as the clerk's office went back in the early days.

That was before our time, but the house that the clerk's office was in in Wilson we hear, you know,

former employees talk about the big white house.

MS. BUTLER: On Green Street.

MS. CASTELLOE: Yes. Was that the house that Judge Moore grew up in that you said was next to the law office?

MR. BEAMAN: Mm-mm.

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MS. CASTELLOE: Okay.

MR. BEAMAN: And I don't know how long they were there and the building and the house are still there. The building sits back off the street with a parking lot in front of it. So it's sitting back a little bit further than the house. The house is a two-story house right next door to the right as you are facing the building. And the clerk's office was there for a while.

The clerk's office when I came along in 1974 was in the building with Judge Moore, half of that building. And it's not a big building. I'm trying to visualize it now. You walk in to a reception area and then there was one, two, three, four small offices to the left going down the hall and there was one small office on the right. And then in the back there was a storage area and a lounge. Storage area and lounge shared by the law firm and the CPAs next door.

Annette Boyette (phonetic) was the clerk of

the bankruptcy court in 1974 when I came. And she was -- I don't know the details of her compensation or whether she was full-time or what, but she was essentially Judge Moore's clerk/secretary. And he did have others who assisted him with his private cases administrative staffwise, but Annette Boyette is the one that really took care of him in the bankruptcy court more than anybody else.

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And interestingly her husband Ken Boyette was the chief auctioneer of the bankruptcy court at that time. And that would never fly today. But back then Ken Boyette had a little auction company and he did most all of the auctions that I recall. I don't know if there were many other auctioneers that the trustees or the court ever called on or not.

Peggy Deans had known Judge Moore before I came to town and I believe that she was from Washington, North Carolina or somewhere in that area. And when I went there in '74 I think she had been there for a while, but then had left and maybe gone back to Washington or somewhere. But then she had moved back to Wilson a year or two or three. But it would have been while Judge Moore was still there. And Annette Boyette was still there. So Peggy Deans came in as a receptionist/secretary. And as you know after Annette

Boyette, Peggy was named the clerk and she was the clerk until her retirement. And you succeeded her. And then, of course, everybody knows that she was killed in a car accident two or three years ago in Wilson County.

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MS. BUTLER: You mentioned the Institute earlier talk about how, you know, you guys would get together and go out to dinner. Do you have any specific memories from past functions the Institute. I know that we have pictures of you in the softball game at the clerk's office in Raleigh from a photo album that Peggy kept. Can you think of any good stories from those events?

MR. BEAMAN: Well, I think the EBI grew out of Judge Moore's desire after he became full-time judge to nurture the bankruptcy bar and encourage bankruptcy practice in the east. I don't remember the year, but I remember that he sent out a notice and kind of convened a meeting of a number of active bankruptcy practitioners for some afternoon or some day in the second floor conference room of First Citizen's Bank there in Wilson. And I believe Buzzy Stubbs and myself and probably Greg Crampton and a number of others that I just don't remember now attended that meeting.

And out of that grew a desire to continue

periodic meetings to promote the practice and so that everybody involved could keep up with what was going on in the law and that sort of thing. Buzzy Stubbs kind of took the lead at some point after that and continued convening kind of informal meetings like that in different places, I recall, until EBI was kind of formally put together. And so that's the genesis of the EBI that we have now.

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Al Butler, when we started having seminars regularly they were in Wilmington at the Blockade Runner Hotel. And the story goes that over time Judge Moore got to be unhappy with the Blockade Runner and the last year that we were there the story that I was told was that they put Judge Moore in a small room under a stairwell somewhere and that's the last time we met at the Blockade Runner.

From time to time at some point Al Butler started hosting a shrimparoo at his home. And the one thing I remember, the only thing I really remember about the shrimparoo is that I had two little boys and one of them -- the shrimp-a-roo really was that there'd be some tables around and covered with paper and Al and his helpers would dump a pot of shrimp on the middle of the table and you'd stand around and peel your own shrimp and eat. And my little boy who was with me one

year peeled one and he looked at it and just as loud as he could say he says ooh this shrimp got's stinky.

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(Laughter)

MR. BEAMAN: Looking at the vein going down the back. So that was the last shrimp I think he ever ate. But the softball games were always fun, I thought. I always enjoyed that. It was the only time of the year that I played softball but I enjoyed it. And I think everybody did. And it's just unfortunate that at some point that stopped. I think somebody got hurt, broke a bone and I think the judges and the clerk's office decided that there was too much liability for having an organized game, and that was the end of that. But it was fun while we did it. Everybody had a good time.

And of course we were, even then some of us were getting a little old toward the end of that run, and broken bones, everybody was trying to showoff how good they were. And we probably would have had some more broken bones if we'd kept doing it.

MS. BUTLER: You need to stop by and see the picture sometime.

MR. BEAMAN: It was a lot of fun. We really had a good time.

MR. SASSER: So do you have any reflections

on either Judge Moore's passing or the -- and/or the ascension of Judge Leonard to that position in Wilson?

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MR. BEAMAN: Well, I remember that I didn't realize how sick Judge Moore was. I do know that I went to see him in the hospital and Peggy Deans was there and she very politely told me that he couldn't see me and that he just wasn't feeling well enough. And even then I thought -- I didn't think it was life threatening. I thought he was going to get well and come home. But that didn't happen. And I always thought, you know, he died too young. He was in his 60s. I don't remember how old he was. I think. But I thought we lost him at an early age.

I think everybody was excited about Judge
Leonard coming on. And it didn't take all of us long
to realize that he was a really smart cookie. And he
was smarter than the rest of us. And he made us, I
think, better lawyers. We had to work a little bit
harder. We had to do our homework when we went in
front of Judge Leonard. But that was, you know, that
was just part of change.

And just as an aside I have continued relationship with his widow Frances and his two children and I have acted as their family lawyer over the years. You know, she just passed away in December.

I remember one year that one of the children,
I won't say which one, but one of the children got a
speeding ticket about every two months when that child
was in high school. So I got to know that child pretty
well that year. But they both are grown up and turned
out to be fine citizens.

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MS. OLIVER: Do you recall the discussions that were going on when the court was trying to determine whether we'd be the bankruptcy administrator or the U.S. Trustee, you know, the conflict and how it resolved to the bankruptcy trustee?

MR. BEAMAN: I wasn't a part of the inner debate, so to speak, but I certainly knew that Judge Moore, anyway, and I think Judge Small really didn't want the U.S. Trustee system. And they put up as much of a fight as they could, from what I understand. And to the point that the legislative members in congress from North Carolina paid attention to them and that's because of their opposition and some opposition from Alabama is why we wound up being the oddball bankruptcy administrator system here and there.

And I don't know the balance between
Alabama's opposition and North Carolina's but I do know
that our judges really didn't want to make that change.
And made enough noise that it really didn't change that

much. But I wasn't involved in the -- I wasn't an insider to what they were doing. And so that's about all I know about that.

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MR. SASSER: Any memorable practitioners that you can recall in terms of in and out of the Wilson area?

MR. BEAMAN: Well, I remember Mark Kirby.

Mark Kirby came along and developed a very active practice. And of course the public record is that he eventually fell into some legal difficulties with the U.S. Attorney relating to billing practices involving federal agencies and federal funds. One interesting thing about that is that I would often have trustee cases that he was involved in and he would file fee applications for one creditor with more legal time than I had as trustee dealing with the entire case.

And one case aggravated me to the point that I subpoenaed -- I objected to his fees and I subpoenaed his billing records. And Judge Moore quashed my subpoena because he felt that it wasn't appropriate and that it might reveal client confidential information. And that was before Mr. Kirby found his way into legal troubles. So it was an issue and concern among trustees who practiced with him.

There was -- somebody help me out with the

guy from New Bern, Bob Bowers was an interesting fellow. He was old when I started practicing in 1974. And I always liked him. He always had some experiences to share with us and he was always kind of gruff, but still was a good lawyer and a nice guy. I remember him fondly.

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A lot of the others are still around, the ones that I remember. Of course I'm still around, thank goodness. Walt Hinson has just retired and Greg Crampton was always prominent in the trustee work. Ed Moore who has just passed away in the last few weeks in the real early days was active in the bankruptcy practice and he became less so later on. And you may not have even known him. But when Judge Moore was a referee I think he had some referee cases assigned to him from Judge Moore before he, Judge Moore went on the bench full-time. I always remember him.

And those were some of the -- and Mack Howard was always a character. I always enjoyed cases with Mack. And interestingly Mack used to complain to Judge Moore that I didn't like him. And I think it was just because I would occasionally object to something in the case he filed. But I thought the world of Judge Howard. But he would whine to Judge Moore that I didn't like him and was picking on him. Those are some

of the ones I remember.

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There's been a lot of changes since I started practicing. I clerked in the summer with a larger firm in Wilson before I started practicing with Judge Moore. And that firm had a central Lanier Dictating System.

And I really liked that. That summer when I started with Judge Moore they didn't have any dictating equipment and Judge Moore would, in his fine print, he would handwrite a lot of his letters and everything.

And George Weaver would dictate to someone who knew how to take shorthand. And I didn't like either of those so I rambled around in the back of the office one day and I found an old belt driven recording machine. And I got it out and I plugged it up and lo and behold it worked.

So I went to one of the secretaries and said here's your end of this. I'm going to start using this. And about a month later Judge Moore called me in and said well Steve, Ann Proctor tells me that you have been using the recording equipment. I said yes, sir. I said I like to do that. I think it's kind of efficient. And he said well she doesn't like it. And she especially doesn't like what we have and how old it is. So if you're going to keep using it I want you to go shopping and decide what kind of new equipment we

ought to get and then come back and tell me how much it's going to cost. That was the status of technology with Judge Moore in 1974.

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MS. BUTLER: How do you think he would have done with electronic filing when that came along?

MR. BEAMAN: Oh, I don't know. I don't know. And all of us thought when the law changed that the electronic filing system was going to crash. That it would not ever support all the cases that are going to be filed. And I always was amazed how many cases got filed in two or three days. And that system did not explode.

MR. SASSER: I don't want to focus too much on Judge Moore, but just a couple of things. Did Judge Moore, do you know if he practiced bankruptcy law before he was appointed referee?

MR. BEAMAN: I don't know that he did. He had a good relation with Judge Dupree and he was politically right connected to be appointed a bankruptcy referee. And I think Judge Dupree may have been the one that appointed him or was instrumental in him being appointed. But that's all I know about that.

MS. CASTELLOE: What other types of things when they were at the law firm what other types of practice did you have there with Moore and Weaver?

MR. BEAMAN: It was a small town general practice, family practice. Mickey represented a number of families and small businesses around the Wilson area. And he involved George and I both in those areas. So we primarily did wills and estates and real estate and some business and commercial work, we did some incorporations and helped some small businesses primarily. Judge Moore also was a, I don't know if they were called Masters back then, but he would occasionally be appointed to some case that needed a Master version back then of a mediation, or an arbitration. He would hear the issues, hear the facts and decide the case. That was an informal sort of thing often, but sometimes he would be appointed out of some complicated civil case.

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And I remember he had one case still pending when he got appointed and he'd been wrestling with it for months and months and his appointment put a deadline on him. He had to get that resolved. So he worked a lot and a couple of months before he went on the bench to get that wrapped up.

MS. OLIVER: So I'm going to ask you when you first started working with Judge Moore at Moore & Weaver did you cut your hair?

MR. BEAMAN: No. He didn't make me cut my

hair. And it wasn't real long. I mean, obviously if I could stuff it under a wig it wasn't real long. But it was longer than the GIs that Judge Moore saw weekends at Fort Bragg or wherever he was going.

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MS. OLIVER: And Judge Moore didn't mind?

MR. BEAMAN: He didn't mind. Never said

nothing about it. But it gradually got shorter. It

did. Gradually over a time it got shorter and I'll say

more business looking. Shorter than it is now. He was

tolerant. He was a good man. He really was. I have a

great deal of respect for him.

What else can I tell y'all?

MS. CASTELLOE: Any stories we haven't asked about that you feel would be fun to have in our historical record?

MR. BEAMAN: Nothing that comes to mind really. I've got a few notes here and I think we've kind of touched on all of those. But I think a lot of the lawyers who are my age and older and maybe a few who are younger who had the opportunity to practice under Judge Moore really value that time because it was a little bit different than practicing today.

The judges today, obviously they are judges and with all that comes the trappings of less accessibility although you had a visit this morning.

But back then Judge Moore would take a recess and he would invite lawyers to join and he'd light up a cigarette as soon as he closed the door and sit around and a 15 minute recess turned into a 30 minute recess and particularly if there were lawyers he hadn't seen in a while. So that was very different from what it's like today.

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MS. BUTLER: Was it different though from other judges, say in the State Court, during that time?

MR. BEAMAN: No, not at all. It was the same thing, I believe. You know, the U.S. District Court judges were pretty much like judges today. They were somewhat more aloof than Judge Moore was. They have a higher status. Judge Moore was called a referee by a lot of people a long time after he became bankruptcy judge.

But I'm really pleased looking back at our bankruptcy court. I think the Eastern District has, in my view, been a leader in technology and we've had some of the best judges I can imagine. And it's evolved from what Judge Moore started, but I think it evolved in large part because he gave it a good direction as the first bankruptcy judge in Eastern North Carolina. So where we are today really has good solid roots and back to then. We just have always had good judges,

good clerk personnel, a good collegial bar that I think have represented the people of Eastern North Carolina admirably. I have no regrets about my bankruptcy practice looking back.

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Now y'all tell me something. Y'all have memories that I don't while the machine's still running.

MS. OLIVER: All these interviews make me sad that I didn't get to experience Judge Moore more than I did.

MR. BEAMAN: Well, Judge Doub he was a really good guy.

 $\label{eq:MS.CASTELLOE:} \text{Another one that was very} \\ \text{young.}$

MR. BEAMAN: Mm-mm.

MS. BUTLER: Age 59.

MR. SASSER: I was going to say something about Judge Moore. All of the interviews have been -- so we're not just picking on you just because you were his law partner. All of the interviews we've had a lot of Judge Moore material. So I think we've gotten a little bit of a picture of what he was all about.

MR. BEAMAN: Well, you know, the time to capture those memories is while we're still here. I'm 72 and we're not going to be around forever. So I

really am glad you all are doing this.

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MS. CASTELLOE: Before we started Mr. Beaman did ask me what we were doing with these. I told him, you know, the goal was to get them transcribed. And he made the suggestion just to put the audio out there for people to listen to as they choose, too.

MR. SASSER: And I think that over time, like, you know, I just think that it could be a good thing that people come back to especially as they're trying to kind of piece everything together even if there's not some giant burst of activity with those I think over time I think that they would be valuable.

MR. BEAMAN: Also, FYI and for the record Judge Moore's papers whatever they consisted of were donated to East Carolina a few years ago. And so they are housed at the Jonas Library.

MR. SASSER: And we've gone through all those and they're very good. Also, there's a copy of those at UPenn. Those are photocopies of the originals.

MS. BUTLER: Yeah, they've collected a lot from across the company, bankruptcy related. They're sort of the place to send bankruptcy archives.

MR. SASSER: And they have lots of oral -- they've got oral history there.

MR. BEAMAN: And Frances Moore gave me Judge

Moore's last desk and chair. I still have that.

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MS. CASTELLOE Wonderful. You've got that in your office or at home?

MR. BEAMAN: It's at the office.

MS. OLIVER: His last desk and chair from the office before he went on the bench?

MR. BEAMAN: From when he was on the bench.

MS. OLIVER: He was on the bench.

MR. BEAMAN: Yeah.

MS. BUTLER: Yeah, the family's allowed to purchase the desk and chair whenever a judge retires or dies they're able to do that.

MS. OLIVER: Oh, that's nice. You are lucky.

MR. SASSER: There has been some discussion about Mrs. Moore about her involvement as kind of the first lady of the bankruptcy court. I don't know if you have any comments on her and sort of what she did as the judge's wife.

MR. BEAMAN: Well, she was, I would say, a typical mid-century wife. She did not work outside the home. Her primary responsibility was home and children and her husband and she was great at that. She didn't apparently mind too much his being away from home because he was away for bankruptcy proceedings and he was away for his military. So she at least tolerated

all of that. She didn't travel with him a whole lot in their early years. And I don't remember that -- the children were still in school and still at home when I came.

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So I know in the early years that I was with Judge Moore and after he went on the bench oftentimes she did not attend the seminars. But then later on she would attend those. But she was always kind of in the background. But I know that she was always looking after him and everything else. And it always made her feel really great when, you know, people would speak well of him, honor him and that sort of thing.

I've kept her informed whenever EBI would do something I've kept her informed about that. And she in her will she left a sum of money to the East Carolina and Campbell for a Thomas M. Moore Scholarship Fund. So those are in the process of being designated and paid out.

MS. BUTLER: She still attended a lot of our social functions up until we moved to Greenville. She would come like at holidays and things like that. So we still tried to bring her in.

MR. BEAMAN: And she always appreciated that. She would mention things like that to me from time to time. And she was very grateful.

MS. CASTELLOE: Since Peggy is no longer with us any memories from Peggy's tenure early on, those things?

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MR. BEAMAN: Well Peggy was pretty extraordinary. I think she, at least from my perspective, she was a well organized person. She was a workaholic to some degree and she was open to change which is evident in the Eastern District Clerk's Office years of leadership in the technology arena. She never hesitated to embrace something that would allow the clerk's office to do its work faster and more efficiently and better. And there was always some change going on at the clerk's office.

MS. BUTLER: And still is.

MR. BEAMAN: Yes, still is. We were always trying to keep up with Peggy and what you all were doing at the clerk's office.

MS. CASTELLOE: She had us on electronic filing before the country went national on electronic filing.

MR. BEAMAN: Yeah.

MS. CASTELLOE: She worked with a private company first and then the rest of the country caught up.

MR. SASSER: I'm reluctant to interject

myself into this, but I think I might have been the first -- I might have filed the first case under that, call it Court Watch or something.

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MS. CASTELLOE: Yeah Court Watch was --

MR. SASSER: And charged like eight bucks or something like that.

MS. CASTELLOE: Yeah, that was the company we used.

MS. OLIVER: Was it a petition? You filed a petition?

MR. SASSER: Yeah. Not that I was trying to be some over achiever I just was young and had nothing else to do.

MS. CASTELLOE: You wanted a part of the new technology. I can remember Peggy at one point had us when we went to this online system we ordered all of our old docket sheets back from archives and put them into the new system. So at least if you searched an old case you would get a name, a case number and the PI. You wouldn't get any of the documents, but just the basic. So everything could be searched electronically and we could get rid of the microfiche machine.

MS. OLIVER: That had to have been a lot of work.

MS. CASTELLOE: It was. It was a lot of work. It was one of those things where when your work was done for the day you were expected to spend an hour or two inputting the old cases in. And it was purely manual, but we did it. And it's been great to not have to keep the microfiche machine.

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MR. SASSER: Well, it's a great resource to be able to search even cases in the '80s and stuff that you know you could get the documents. I've had that a couple of times.

MR. BEAMAN: And those of us who also practiced in the State Court as well wished that they had done what you all did and Peggy did. They are so far behind in case management.

MS. BUTLER: I think John Bircher told me at the last local rules meeting that they finally like formed a commission to try to do something that would be similar.

MS. CASTELLOE: Hopefully they can get some funding.

MR. BEAMAN: Well, y'all didn't cross examine me. I said for the record that I would not be cross examined.

MS. BUTLER: Make sure you tell everybody else that we're not cross examining anybody so they

1	won't be scared.
2	MS. OLIVER: Just trying to preserve
3	memories.
4	MR. SASSER: Thank you very much.
5	MS. OLIVER: Yes, thank you very much.
6	MR. BEAMAN: Very welcome. I appreciate
7	y'all letting me tell my story. And that's my story
8	and I'm sticking to it.
9	MS. BUTLER: And Travis can send you the
10	download.
11	MR. SASSER: Oh, sure.
12	MR. BEAMAN: All right.
13	MR. SASSER: Thank you.
14	MS. BUTLER: You've got somebody out there
15	waiting for you, don't you?
16	MR. BEAMAN: I do.
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CERTIFICATION

I, KIMBERLY UPSHUR, court approved transcriber, certify that the foregoing is a correct transcript from the official electronic sound recording of the proceedings in the above-entitled matter, and to the best of my ability.

/s/ Kimberly Upshur

KIMBERLY UPSHUR

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