

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF MISSOURI
EASTERN DIVISION

SECURITIES AND EXCHANGE)
COMMISSION,)
)
Plaintiff,)
)
vs.)
)
BURTON DOUGLAS MORRISS, et al.,)
)
Defendants.)

Case No. 4:12-CV-80 (CEJ)

ORDER

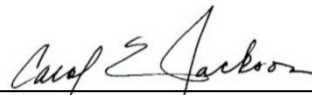
This matter is before the Court on the objection of claimant Hany Teylouni to the receiver’s determination to disallow his claim for deferred compensation in the amount of \$352,532.15.

On January 17, 2012, the Court appointed a receiver to oversee four investment entities established by defendant Burton Douglas Morriss: Acartha Group, LLC (Acartha Group); Acartha Technology Partners, LP (ATP); MIC VII, LLC (MIC VII); and Gryphon Investments III, LLC (Gryphon) (collectively, “the receivership entities”). The Court subsequently established a procedure for individuals or entities to submit claims for payment from the receivership entities. [Doc. #234, as amended by Doc. #278]. Former employee Hany Teylouni submitted a claim in the amount of \$352,532.15 for deferred salary plus interest, for the period of August 1, 2008, through April 15, 2010. The receiver issued a notice of determination disallowing the claim, and Teylouni timely filed an objection with the Court. [Doc. # 337].

Also pending before the Court is the receiver's amended motion to approve the schedule of claims and to approve a plan for distribution of the receivership assets. [Doc. # 527]. The Court will grant the receiver's motion by separate order. With regard to the instant claim, it is sufficient to note that the receiver was not able to collect sufficient assets to pay the claims of Acartha Group's investors in full and no funds are available to pay the claims of former employees, including Mr. Teylouni, regardless of the merits of his objection.

Accordingly,

IT IS HEREBY ORDERED that the objection of Hany Teylouni to the receiver's determination to disallow his claim [Doc. # 337] is **overruled**.



CAROL E. JACKSON
UNITED STATES DISTRICT JUDGE

Dated this 16th day of June, 2017.