

UNITED STATES BANKRUPTCY COURT  
NORTHERN DISTRICT OF GEORGIA  
ATLANTA DIVISION

In re:

WELLMADE FLOOR COVERINGS  
INTERNATIONAL, INC., *et al.*,<sup>1</sup>

Debtors.

Chapter 11

Case No. 25-58764-sms

(Joint Administration Requested)

**Related to Docket No. 15**

**NOTICE OF FILING PROPOSED BUDGET IN CONNECTION WITH DEBTORS' EMERGENCY MOTION FOR INTERIM AND FINAL ORDERS (A) AUTHORIZING THE DEBTORS TO OBTAIN POSTPETITION FINANCING AND TO USE CASH COLLATERAL, (B) GRANTING LIENS AND SUPERPRIORITY CLAIMS, (C) GRANTING ADEQUATE PROTECTION, (D) MODIFYING THE AUTOMATIC STAY, (E) SCHEDULING FINAL HEARING, AND (F) GRANTING RELATED RELIEF**

The above-captioned debtors and debtors in possession (collectively, the "Debtors") file this *Notice of Filing Proposed Budget in Connection with Debtors' Emergency Motion for Interim and Final Orders (A) Authorizing the Debtors to Obtain Postpetition Financing and To Use Cash Collateral; (B) Granting Liens and Superpriority Claims, (C) Granting Adequate Protection; (D) Modifying the Automatic Stay; (E) Scheduling a Final Hearing; and (F) Granting Related Relief*. In support hereof, the Debtors respectfully represent as follows:

1. On August 4, 2025 (the "Petition Date"), the Debtors filed voluntary petitions for relief under Chapter 11 of Title 11 of the United States Code (the "Bankruptcy Code") in the United States Bankruptcy Court for the Northern District of Georgia, Atlanta Division (the "Court"). The

<sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, include: Wellmade Industries MFR. N.A LLC (1058) and Wellmade Floor Coverings International, Inc. (8425). The mailing address for the Debtors for purposes of these chapter 11 cases is: 1 Wellmade Drive, Cartersville, GA 30121.



Debtors have continued in possession of their properties and have continued to operate and manage their business as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code.

2. On August 5, 2025, the Debtors filed their *Emergency Motion for Interim and Final Orders (A) Authorizing the Debtors to Obtain Postpetition Financing and To Use Cash Collateral, (B) Granting Liens and Superpriority Claims, (C) Granting Adequate Protection, (D) Modifying the Automatic Stay, (E) Scheduling Final Hearing, and (F) Granting Related Relief* [Docket No. 15] (the “Motion”), as well as the *Notice of Filing Proposed Budget in Connection with Debtors’ Emergency Motion for Interim and Final Orders (A) Authorizing the Debtors to Obtain Postpetition Financing and To Use Cash Collateral; (B) Granting Liens and Superpriority Claims, (C) Granting Adequate Protection; (D) Modifying the Automatic Stay; (E) Scheduling a Final Hearing; and (F) Granting Related Relief* (the “Proposed Interim Budget”).

3. On August 7, 2025, the Court entered the *Interim Order Granting Emergency Motion for (A) (1) Authority to Incur Post-Petition Secured Indebtedness, (2) Authority to Grant Superpriority Status Pursuant to 11 U.S.C. § 364(c), (3) Authority to Grant Priming Liens Pursuant to 11 U.S.C. § 364(d), (B) Authorizing Postpetition Use of Cash Collateral and Granting Adequate Protection, (C) Modifying the Automatic Stay, (D) Scheduling A Final Hearing, and (E) Granting Related Relief* [Docket No. 30] (the “Interim Order”). Pursuant to the Interim Order, a hearing on the Motion is currently scheduled for 10:00 a.m. (prevailing Easter Time) on August 21, 2025 (the “Hearing”).

4. In advance of the Hearing, the Debtors filed the *Notice of Filing Modified Proposed Second Interim Order (A) Granting Debtors’ Motion for (1) Authority to Incur Post-Petition Secured Indebtedness, (2) Authority to Grant Superpriority Status Pursuant to 11 U.S.C. § 364(c),*

*and (3) Authority to Grant Priming Liens Pursuant to 11 U.S.C. § 364(d), (B) Authorizing Postpetition Use of Cash Collateral and Granting Adequate Protection, (C) Modifying the Automatic Stay, and (D) Granting Related Relief Thereto [Docket No. 68] (the “Notice of Modified Proposed Order”) on August 20, 2025. Attached as Exhibit A to the Notice of Modified Proposed Order is a *Proposed Second Interim Order (A) Granting Debtors’ Motion for (1) Authority to Incur Post-Petition Secured Indebtedness, (2) Authority to Grant Superpriority Status Pursuant to 11 U.S.C. § 364(c), and (3) Authority to Grant Priming Liens Pursuant to 11 U.S.C. § 364(d), (B) Authorizing Postpetition Use of Cash Collateral and Granting Adequate Protection, (C) Modifying the Automatic Stay, and (D) Granting Related Relief Thereto* (the “Proposed Second Interim Order”).*

5. The Proposed Second Interim Order referenced a budget (the “Budget”) to be attached as Exhibit “2” thereto. The Budget was anticipated to be supplemented at or before the Hearing.

6. Attached hereto as **Exhibit A** is the proposed Budget.

Dated: August 20, 2025

Respectfully submitted,

**GREENBERG TRAURIG, LLP**

/s/ John D. Elrod

John D. Elrod, GA Bar No. 246604

Jake Evans, GA Bar No. 797018

Allison J. McGregor, GA Bar No. 860865

3333 Piedmont Road NE, Suite 2500

Atlanta, GA 30305

Telephone: 678-553-2259

Facsimile: 678-553-2269

Email: elrodj@gtlaw.com

Jake.Evans@gtlaw.com

Allison.McGregor@gtlaw.com

*Proposed Counsel for the Debtors in Possession*

**EXHIBIT A**

**Proposed Budget**

Actual/Forecast -->	FILE	Act	Act	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	Fcst	13-Week
Week Number -->		1	2	3	4	5	6	7	8	9	10	11	12	13	Total
Week Ending Date -->	08/04/25	08/09/25	08/16/25	08/23/25	08/30/25	09/06/25	09/13/25	09/20/25	09/27/25	10/04/25	10/11/25	10/18/25	10/25/25	11/01/25	(8/09-11/01)
Receipts															
AHF		-	1,147	485	784	784	775	775	750	735	715	698	685	698	9,031
Other		391	177	-	-	-	-	28	-	-	-	14	-	21	631
Total Receipts		391	1,324	485	784	784	775	803	750	735	715	712	685	719	\$ 9,662
Operating Disbursements															
Raw Materials		-	227	484	362	356	392	434	297	341	277	224	230	84	3,706
Freight		-	0	10	10	10	10	10	10	10	10	-	-	-	80
Contract Employees		-	91	68	76	68	76	68	76	68	76	68	76	68	874
Payroll		213	100	300	44	300	37	280	44	280	37	280	13	280	2,207
Transport, Logistics, Warehousing		-	-	-	90	100	-	-	-	90	50	90	-	50	470
Utilities		-	-	164	5	3	-	154	5	3	-	154	-	3	491
Rent		-	-	-	7	92	171	-	-	99	171	-	-	-	539
Professional Services / Legal - Normal Course		-	-	9	9	9	9	9	9	9	9	-	-	-	69
Taxes & Insurance		-	-	-	-	88	-	-	-	88	-	-	-	88	264
Other Operating		-	71	45	30	30	100	330	30	30	45	30	30	15	786
Total Operating Disbursements		213	489	1,079	632	1,055	794	1,284	470	1,017	674	845	349	587	9,487
Weekly Net Cash Flow (Operations)		179	835	(594)	152	(271)	(19)	(481)	280	(282)	41	(133)	336	132	176
Non-Operating Disbursements/(Receipts)															
Debt - Interest Only		-	-	-	-	175	-	-	-	175	-	-	-	175	525
Professional Services / Legal - Non-normal Course		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Non-Operating Disbursements		-	-	-	-	175	-	-	-	175	-	-	-	175	525
Restructuring															
Restructuring Fees (Escrowed)		-	-	420	400	165	185	140	90	65	70	50	50	50	1,685
Claims and Noticing Agent		-	-	-	-	-	90	-	-	-	60	-	-	50	200
Trustee Fee		-	-	-	-	-	-	-	-	65	-	-	24	-	89
UCC Professionals		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Utility Deposits		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Critical Vendor & 503b9		140	314	-	-	-	-	-	-	-	-	-	-	-	454
Total Restructuring		140	314	420	400	165	275	140	90	130	130	50	74	100	2,428
Book Cash Beginning Balance		639	678	4,699	3,685	3,437	2,826	2,532	1,911	2,101	1,515	1,426	1,242	1,505	\$ 639
Total Net Cash Flow		39	521	(1,014)	(248)	(611)	(294)	(621)	190	(587)	(89)	(183)	262	(143)	(2,778)
DIP Draw			3,500	-	-	-	-	-	-	-	-	-	-	-	3,500
Book Cash Ending Balance		678	4,699	3,685	3,437	2,826	2,532	1,911	2,101	1,515	1,426	1,242	1,505	1,361	1,361
DIP Loan															
Beginning Balance		-	-	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	
Weekly DIP Draw		-	3,500	-	-	-	-	-	-	-	-	-	-	-	
Interest Reserve Held			500												
Ending Balance		-	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000