UNITED STATES BANKRUPTCY COURT
DISTRICT OF MINNESOTA
THIRD DIVISION

Bky No. 04-60106 DDO

In Re:

Daniel S. Miller,

Debtor.

Daniel S. Miller,

Plaintiff,

Adv. No. _____

vs.

Kmecik Farms,

Defendant.

ADVERSARY COMPLAINT

Plaintiff Daniel S. Miller ("Debtor" or "Plaintiff"), as and for his Complaint against Defendant Kmecik Farms ("Defendant"), states and alleges as follows:

1. This adversary proceeding is a core proceeding under 28 U.S.C. § 157.

2. This Complaint is brought under Bankruptcy Rule 7001, and this action arises under 11 U.S. C. § § 502 and 547 and other applicable law. This Court has jurisdiction over this adversary proceeding. This adversary proceeding is authorized under 28 U.S.C. § § 157 and 1334, Bankruptcy Rule 7001 and Local Rule 1070-1.

3. Upon information and belief, the Defendant is a business entity or individual, as the case may be, with a place of business/residence located at RR 1, Box 120, Angus, MN 56712.

4. On February 3, 2004, an involuntary Chapter 7 petition was filed against the Debtor (the "Petition Date").

5. Plaintiff has made a written demand for payment to the Defendant, which demand remains unsatisfied.

FIRST CAUSE OF ACTION
(Avoidance of Preferential Transfer Pursuant to 11 U.S.C. § 547)

6. Within 90 days of the Petition Date, the Debtor transferred an interest in property to the Defendant in the total amount of $2,289.93 (collectively, the "Transfer").

7. Detail regarding the Transfer is set forth in the attached Exhibit A which is incorporated herein by reference. Plaintiff reserves the right to include within the Transfer any and all other pre-petition transfers which may be avoidable by Plaintiff under applicable law as may be disclosed upon further investigation.

8. At all times material herein, Defendant was a creditor of the Debtor.

9. The Transfer was made to or for the benefit of the Defendant.

10. The Transfer was made for, or on account of, an antecedent debt owed by the Debtor before such transfer was made.

11. The Transfer was made on or within 90 days before the Petition Date.

12. The Transfer was made while the Debtor was insolvent.

13. The Transfer enabled the Defendant to receive more than it would receive if:

    (a) the case were a case under Chapter 7 of the United States Bankruptcy Code;

    (b) the Transfer had not been made; and

    (c) the Defendant received payment on the debt it was owed to the extent provided by the Bankruptcy Code.

14. The Transfer to the Defendant is avoidable pursuant to 11 U.S.C. § 547.

SECOND CAUSE OF ACTION
(Recovery of Preferential Transfer Pursuant to 11 U.S.C. § 550)

15. Defendant is the initial transferee of the Transfer.

16. Alternatively, if Defendant is not the initial transferee of the Transfer, Defendant is the immediate or mediate transferee of the initial transferor.

17. By reason of the foregoing, the Plaintiff is entitled to recover the Transfer pursuant to § 550 of the Bankruptcy Code.

THIRD CAUSE OF ACTION
(Disallowance of Claim Pursuant to 11 U.S.C. § 502(d)

18. Pursuant to 11 U.S.C. § 502(d), any claim asserted by Defendant shall be disallowed unless Defendant first pays the amount for which it is liable under 11 U.S.C. § 550(a).

19. Plaintiff is entitled to avoid and recover the Transfer or the value of the Transfer as a preference pursuant to Sections 547 and 550 of the Bankruptcy Code.

20. Accordingly, Plaintiff is entitled to recover from Defendant $2,289.93 together with interest, Plaintiff's costs and disbursements, and such attorneys fees and other expenses as may be allowed.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff respectfully prays that this Court enter an Order:

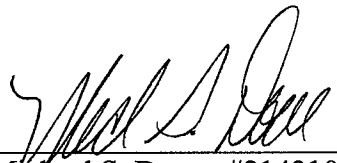
A. Avoiding the Transfer described in this Complaint;

B. Entering judgment in favor of Plaintiff and against Defendant, in the amount of $2,289.93, plus interest from the date of each payment, Plaintiff's costs and disbursements and such attorneys fees and other expenses as the Court may allow;

C. Disallowing any claim of the Defendant until the judgment is paid in full; and

D. Granting Plaintiff such other relief as this Court deems just and proper.

Dated this 6th day of August, 2004.



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New Ulm, MN 56073-0458
Phone: 507-354-3111

NULIB:181603.1

Entity	Check No.	Date Issued	Date Cleared		Amount
Kmecik Farms	21928	9/8/2003	11/26/2003	$	913.88
Kmecik Farms	22018	9/15/2003	11/26/2003	$	1,376.05

EXHIBIT A

DANIELSON GRAIN
P.O. BOX 421
EAST GRAND FORKS, MN 56721
(218) 773-6854

22018

American Federal Bank
140 Gateway Drive NE
East Grand Forks, MN 56721
Toll Free 877-773-9711
www.americanfederalbank.com

75-7100-2912

AMERICAN FEDERAL BANK
PAID
NOV 26 2003
East Grand Forks, Minnesota

DATE September 15, 2003

PAY One-Thousand Three-Hundred Seventy-Six and 05/100 DOLLARS $1,376.05

TO THE ORDER OF Kmecik Farms

Daniel S Miller

⑈022018⑈ ⑆291271004⑆ 8000615260⑈ ⑈0000137605⑈

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DANIELSON GRAIN
P.O. BOX 421
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(218) 773-6854

21928

American Federal Bank
140 Gateway Drive NE
East Grand Forks, MN 56721
Toll Free 877-773-9711
www.americanfederalbank.com

75-7100-2912

AMERICAN FEDERAL BANK
PAID
NOV 26 2003
East Grand Forks, Minnesota

DATE September 8, 2003

PAY Nine-Hundred Thirteen and 88/100 DOLLARS $913.88

TO THE ORDER OF Kmecik Farms

Daniel S Miller

⑈021928⑈ ⑆291271004⑆ 8000615260⑈ ⑈0000091388⑈

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291271004

04 31067 11/26/03

Rec# 2 Amt# 142 CDR# 804 T&R 6016
CKUS Date -4910.88 Acct# 0000015760
Post Date: 11-26-2003
Balance 435,668.87

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FEDERAL SAVINGS BANK
FARGO, ND
291271004

066 11/26/03

Rec# 2 Amt# 142 CDR# 804 T&R 6016
CKUS Date -61,376.05 Acct# 0000015760
Post Date: 11-26-2003
Balance 436,522.75

RS-1

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