GENERAL INFORMATION – CHAPTER 13

I, the client, have elected to file a Chapter 13 bankruptcy (debt reorganization). I will re-pay my mortgage arrears in full (if applicable), any secured debt (other than mortgages) in full, priority debt (such as taxes and past-due child support) in full, and a portion of my unsecured, dischargeable debt (anywhere from 0% to 100% with interest) depending on my financial situation and the law.

REGULAR MORTGAGE PAYMENTS (IF APPLICABLE): Depending on the jurisdiction where my case is filed and my particular circumstances, and where I have a mortgage, my mortgage may be "inside" or "outside the plan. In Arizona, your mortgage payment will likely be OUTSIDE THE PLAN!

If my mortgage payment is outside the plan, my trustee payment will NOT include monthly mortgage payments for the months after my case is filed. It is my responsibility to make sure the trustee receives trustee payments and the mortgage company receives the monthly mortgage payment starting on the first payment due after my case is filed. The first trustee payment is due thirty (30) days after the case is filed.

If my mortgage is inside the plan, my trustee payment will include monthly mortgage payments for the months after my case is filed. In this case, I will likely be placed on wage orders and my trustee payments will come directly out of my paycheck. It is my responsibility to make sure the trustee receives payments. The first trustee payment is due thirty (30) days after the case is filed.

If trustee payments are not made on time, my case could be dismissed. If my mortgage payments are not made on time, the mortgage company will ask the court for permission to foreclose despite the bankruptcy and I could ultimately lose my house.

HOMEOWNER'S INSURANCE AND REAL ESTATE TAXES: If my homeowner's insurance and real estate taxes are not escrowed by the mortgage company, I will need to stay current on these alter filing as well. If I do not have insurance covering my home (or vehicle), the case could be dismissed or the stay could be lifted.

CAR PAYMENTS: Whether or not my vehicle payment is current on the date of filing, my car will be inside the plan. In order to keep my car, I need to stay current on the trustee payments and keep the vehicle insured. If I am not current on my vehicle before filing my case, my car is in danger of being repossessed. It is my responsibility to keep the car current or in a locked garage until the case is filed to prevent repossession.

CHILD SUPPORT AND/OR ALIMONY: Past due child support and/or alimony will be included in the plan and paid in full. I must stay current on all support orders that come due after my case is filed. I understand that if I do not agree with the amount of my child support order that is not an excuse for not paying. If I do not remain current on my domestic support obligation(s) that come due after filing the case, the case will not be confirmed, may be dismissed, and/or I may be denied a discharge at the conclusion of my case.

PLAN TERMS: I understand that my attorneys will file the plan with the most favorable terms that they can file in good faith. This means that the trustee and my creditors may find reason to object to my chapter 13 plan. If they do, my attorneys will attempt work it out with them. Objections will likely result in an adjustment to the amount I pay or, in some cases, to the number of months I pay.

TRUSTEE PAYMENTS: My first Chapter 13 trustee payment is due within thirty (30) days from the date of filing the case. I understand that the trustee MUST HAVE RECEIVED either (1) a money order or cashier's check for the amount of my monthly payment payable to "Chapter 13 Trustee"; (2) that much in wage deductions; or (3) a combination of wage deductions and money orders totaling the amount of my monthly

trustee payment within thirty (30) days of the plan being filed. If this payment is not made, the trustee may file a motion to dismiss my case.

WAGE ORDERS: If I have wage withholding orders, I am responsible for making the payments until the wage withholding order is in effect. Furthermore, if wages are not withheld within two paychecks of filing, I am responsible for contacting my attorneys and my payroll department to help determine why not. ***Important*** If I am not current to the penny on my trustee payments by my confirmation hearing, the court will not confirm my case and I will have a very short period of time to bring payments current.

DEBTS THAT MAY NOT BE DISCHARGED IN MY CHAPTER 13 CASE: Student loans are not dischargeable through bankruptcy. I understand that I bear full responsibility for making payment arrangements on my student loans after bankruptcy, since that debt will not be eliminated.

Co-signers, joint applicants and joint card holders are NOT necessarily protected by the bankruptcy. My plan likely proposes to pay co-signed debts in full. If I fail to make my trustee payments and my case is dismissed or the stay is lifted, creditors can collect from these people.

If I am married and file individually, my attorneys do not represent my spouse and the bankruptcy does not necessarily protect my spouse. Only my debts will be discharged or paid. If I want to protect a non-filing spouse, I understand I must pay their bills or file a joint bankruptcy petition (I understand that additional fees will apply to add my spouse to the bankruptcy before filing).

If this is my second or third bankruptcy within a certain period of time after a previous discharge, I may not receive a discharge of my debts in this bankruptcy.

I UNDERSTAND THAT MY ATTORNEYS DO NOT GUARANTEE THAT ALL OF MY DEBTS WILL BE DISCHARGED. WHETHER A DEBT CAN BE DISCHARGED IS BASED ON THE LAW AND THE FACTS. MY ATTORNEYS, HAVE EXPLAINED THAT THEY CAN ONLY MAKE AN EDUCATED PREDICTION BASED ON CURRENT LAW AND THE FACTS I PROVIDE THEM. I AM RESPONSIBLE FOR PROVIDING COPIES OF NECESSARY DOCUMENTS TO MY ATTORNEYS ALONG WITH COMPLETE AND ACCURATE INFORMATION, FACTS AND DATES.

I understand that the bankruptcy court may dismiss my bankruptcy petition if I deliberately destroyed financial records, lie to the court, falsified facts on credit applications, do not have enough income to make my trustee payments, have property with equity that exceeds what I can repay in the bankruptcy, incurred significant debt when I did not have the money to pay it, especially if the debt was for luxury items, tried to hide assets or financial transactions, hid money from a spouse in a divorce proceeding, or transferred property for less than fair market value.

I HAVE READ AND FULLY UNDERSTAND THE INFORMATION CONTAINED IN THE ABOVE DOCUMENT. I ACKNOWLEDGE THAT MY ATTORNEYS HAVE DESCRIBED THE ABOVE IN GREAT DETAIL AND I AGREE TO HOLD MY ATTORNEYS HARMLESS FOR ANY LOSS I SUFFER IF THE CASE IS DISMISSED, THE STAY IS LIFTED OR CERTAIN DEBTS ARE NOT ELIMINATED.

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Client Date

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Client Date