

UNOFFICIAL PAYOFF CALCULATIONS

- 1) Ask the Debtor how much money they actually have for a payoff. If they say they are getting a tax refund, grandma's giving them the money, tell them to call back when they actually receive it.

Calculation

- 1) If the plan mentions an unsecured pool, the case is an unsecured pool or % case or 60 month base, whichever is greater.
- 2) If case does not mention an unsecured pool – the case is strictly a % or a 36 (below median) or 60 (above median) month base, whichever is greater.
- 3) Don't forget to calculate using all of the payment changes over the length of the plan (modifications, reductions in payment, etc)
- 4) If there is a mortgage, don't forget to subtract the number of months of plan payments that will not have to be paid through the plan.
 - a) Calculate the number of months beginning with the 341 date, not the confirmation date.
- 5) Don't forget to add payment amounts that are being submitted to the plan as additional plan payments (IRS, PI, Inheritances, etc.)
- 6) If the case is an above median income case, Post Petition debt should not be added to a case because there is no way to pay it.

Official Payoff

- 1) Once you have your unofficial payoff figure, compare that amount to the Total Paid In. The difference is how much the Debtor still owes.
 - a) Tell the Debtor they would owe your calculated unofficial amount and ask if they physically have that amount of money.
 - b) If they say yes, ask them how they received it.
- 2) At that time you can contact our office for an official payoff.
 - i) On the request for the official payoff, list the amount that you think will payoff the plan.
 - ii) If there is a mortgage payment, be sure to tell us through what month we are to make the payment.
 - iii) *****WARNING ***** If we receive multiple requests from attorneys and their cases never seem to payoff, we will quit providing official payoffs.

UNOFFICIAL PAYOFF CALCULATIONS