

Todd S. Johns
Chapter 13 Trustee
Application to Incur Debt for Vehicles

Procedure

- Application is accepted by approved forms.
- Application with supporting documentation to be submitted to Trustee by email to jmckinnon@shrevech13.com or by uploading application to 13documents website maintained by Trustee (login from Trustee required) or by mail to P.O. Box 1770, Shreveport, Louisiana 71166.

Trustee Review Criteria

- Vehicle must be reasonable and necessary.
- Vehicle must be 10 years or newer.
- Purchase price of vehicle must be \$20,000.00 or less.
- Monthly payment must not exceed \$500.00.
- Interest rate for new vehicle must be 18% or less and for a used vehicle must be 24% or less.
- Loan term for a new vehicle must be 72 months or less and for a used vehicle must be 60 months or less.
- Vehicle must have no more than an average of 18,000 miles per year of vehicle.
- No GAP insurance contract or charges.
- No extended service contract/extended warranty contract.
- If down payment contemplated/required, application must disclose source of down payment and amount.
- Debtor's plan payments must be current.

Limits to Trustee review:

If Application includes the following relief, Trustee is unable to approve these requests and a denial of the request will be entered to allow the debtor to file a Motion to obtain the requested relief:

- Sale and/or Trade-in of old vehicle
- Use or authorization of insurance proceeds for purchase of vehicle.