

Attorney or Party Name, Address, Telephone & FAX Nos., State Bar No. & Email Address <b>Onyinye Anyama</b> 18000 Studebaker Road Suite 700 Cerritos, CA 90703 (562)467-8942 Fax: (562)467-8943 California State Bar Number: 262152 info@anyamalaw.com	FOR COURT USE ONLY
<b>UNITED STATES BANKRUPTCY COURT CENTRAL DISTRICT OF CALIFORNIA</b>	
In re:  <b>Denise Stansfield David Elphick Stansfield</b>  Debtor(s).	CASE NO.: 9:15-bk-12436-PC CHAPTER: 11  INDIVIDUAL DEBTOR'S DISCLOSURE STATEMENT IN SUPPORT OF PLAN OF REORGANIZATION  DATE: September 7, 2016 TIME: 10:00 a.m. COURTROOM: 201 PLACE: 1415 State Street, Santa Barbara, CA 93101

Attached is a chapter 11 plan (the Plan) proposed by the above-named individual Debtor. The Debtor attests that the information stated in this Disclosure Statement and the Plan is accurate. All creditors should refer to Articles I-IV of the Plan for the specific treatment of their claims. This Disclosure Statement is explanatory only; the language used in the Plan is binding. **Your rights may be affected. You should read these papers carefully and discuss them with your attorney, if you have one.**

**EFFECTIVE DATE OF THE PLAN:** The Effective Date of the Plan is 14 days following the date of entry of the order confirming the Plan unless a stay of the confirmation order is in effect, in which case the Effective Date will be the first business day after the date on which the stay of the confirmation order has been lifted, provided that the confirmation order has not been vacated.

**Part 1**  
**Proposed Treatment of Claims**

**A. Unclassified Claims including administrative priority claim, priority tax claims, and gap claims**

Holders of administrative priority claims are entitled to priority pursuant to § 507(a)(2) of the Bankruptcy Code including (i) professional fees and costs; (ii) United States trustee's fees; and (iii) postpetition domestic support obligations. Such claims shall be paid in full on, or as soon as practicable after, the Effective Date or upon allowance of such claim, whichever is later.

Holders of priority tax claims are entitled to priority under § 507(a)(8). Such claims shall be paid in full over five years from the date of the entry of the order for relief with \_\_\_\_\_% interest in equal [monthly/quarterly/annually] amortized payments according to § 511 of the Bankruptcy Code. See Article I.C. of the Plan.

Holders of involuntary gap period claims allowed under § 502(f) are entitled to priority under § 507(a)(3). Such claims will be paid in full on, or as soon as is practicable, after the Effective Date. See Article I.D. of the Plan. Involuntary gap priority creditors exist only in cases commenced involuntarily. These are creditors who have claims that arose after the involuntary petition was filed but prior to the court's appointing a trustee or granting an order for relief.

**B. Secured Creditors (Classes 2, 3, 4 and 5)**

See Article II of the Plan.

**C. Priority Unsecured Creditors**

The following class(es) of priority unsecured claims are impaired and therefore, entitled to vote under the Plan. Such creditors will be paid [annually/quarterly/monthly] in full over \_\_\_\_\_ years with \_\_\_\_\_% interest. Payments shall be in equal [monthly/quarterly] amortizing installments beginning on the first day of each calendar  month  quarter after the Effective Date. Alternatively, if any one of these Classes does not vote to accept the Plan, then each claim in such class must be paid in full on, or as soon as practicable after, the Effective Date (except to the extent a holder of a claim in the class agrees to other terms) or the plan cannot be confirmed. See Article II of the Plan.

- Class 1(a): Domestic support obligation
- Class 1(b): Priority wage claims
- Class 1(c): Employee benefit plan contribution claims
- Class 1(d): Grain producer and fisherman claims
- Class 1(e): Consumer deposit claims.

**D. General Unsecured Creditors (Classes 6(a) and 6(b))**

Class 6(a): A creditor whose allowed claim is \$\_\_\_\_\_ or less or who elects to reduce its allowed claim to \$\_\_\_\_\_ will receive a single payment equal to 100% of its allowed claim on, or as soon as practicable after, the Effective Date of the Plan. See Article II of the Plan.

Class 6(b): Other general unsecured creditors will be paid  1  % of their allowed claims without interest in equal monthly installments over  5  years. Under § 1129(a)(15), if an unsecured creditor objects to confirmation, an individual debtor must either pay the present value of that unsecured claim in full or make distributions under the plan totaling at least the value of the debtor's net disposable income over the greater of (a) five years or (b) the period for which the plan provides payments.

However, § 1129(a)(15) should be read and applied in conjunction with § 1123(a)(4) which provides that a chapter 11 plan must provide the same treatment for each claim in the same particular class. See Article II of the Plan.

Undisputed Class 6 claims, as of this date, are listed in Exhibit C to the Disclosure Statement.

#### **E. Executory Contracts and Unexpired Leases**

**(1) Executory Contracts and Leases Assumed.** On the Effective Date, the Debtor assumes the executory contracts and unexpired leases enumerated in Exhibit E to the Disclosure Statement and shall perform all obligations thereunder, both preconfirmation and postconfirmation.

Any preconfirmation arrearages shall be paid by the Effective Date, unless the parties agree otherwise or the court finds that a proposed payment schedule provides timely cure and adequate assurance of future performance. Postconfirmation obligations will be paid as they come due.

**(2) Executory Contracts and Leases Rejected.** The Debtor is conclusively deemed to have rejected all executory contracts and/or unexpired leases not previously assumed or listed in Exhibit E to the Disclosure Statement as of the Effective Date. Claims arising from the rejection of an executory contract or unexpired lease under this section are general unsecured claims in Class 6, except to the extent this court orders otherwise. A proof of claim arising from the rejection of an executory contract or unexpired lease under this section must be filed no later than 30 days after the date of the order confirming this Plan.

#### **F. Discharge**

Upon completion of the payments under the Plan, the Debtor may receive a discharge of preconfirmation debts, except such discharge shall not discharge the Debtor from any debts that are found nondischargeable under § 523 or are obligations created by this Plan. The payments promised in the Plan constitute new contractual obligations that replace the preconfirmation debts proposed to be discharged. Creditors may not sue to collect on these obligations so long as the Debtor is not in material default under the Plan. If the Debtor materially defaults in performing the Plan, affected creditors may sue the Debtor to enforce the terms of the Plan or to dismiss this case or to convert it to a case under chapter 7 of the Bankruptcy Code. See Article VI of the Plan.

### **Part 2 Voting on Confirmation of Plan**

**A. Who may vote:** Only impaired creditors are entitled to vote (see § 1124). A creditor is entitled to vote on confirmation of the Plan unless (i) the creditor's class is unimpaired (presumed to accept the Plan) or is to receive no distribution (presumed to reject the Plan); (ii) an objection has been filed to that creditor's claim; (iii) that creditor's claim is scheduled by the Debtor as contingent, disputed, unliquidated or unknown and the creditor has not filed a proof of claim; or (iv) the claim is unclassified (and thus required by law to be paid in full). A creditor whose claim has either been objected to or has been scheduled by Debtor as contingent, disputed, unliquidated or unknown or who has not filed a proof of claim, and who wishes to vote, must move to have its claim allowed for voting purposes by filing a motion for such relief in time for that motion to be heard before the hearing on confirmation of the Plan. A creditor whose claim has been allowed in part as a secured claim and in part as an unsecured claim is entitled to accept or reject a Plan in each capacity by delivering one ballot for the secured part of the claim and another ballot for the unsecured portion of the claim.

**B. How to vote:** A voting creditor must fill out and return the attached ballot so that it is received by the Plan proponent no later than \_\_\_\_ at the following address:

Anyama Law Firm, A Professional Corporation  
18000 Studebaker Road, Suite 700,  
Cerritos, CA 90703

**C. Effect of vote:** The Plan will be confirmed only if (i) it is accepted by each impaired class, or (ii) it is accepted by at least one impaired class exclusive of insiders (as defined by §101(31)) and the court determines that the Plan is "fair and equitable" (as defined by §1129(b)) to all rejecting classes of creditors, and it meets all of the other criteria required for confirmation. A class of creditors accepts the Plan if it is accepted by a majority in number and at least two-thirds in dollar amount of the creditors in that class timely voting.

**Part 3**  
**Source(s) of Payments under the Plan**

The Debtor intends to make the payments required under the Plan from the following sources:

**A.  Available Cash.** Debtor projects \$ 45,000.00 cash will be available on the Effective Date.

**B.  Sale of Assets.** A sale of property described in the Plan, which the Debtor estimates will produce \$       .

**C.  Future disposable income.** Debtor estimates that projected monthly disposable income available to creditors for the 5 year<sup>1</sup> period following confirmation will be \$ 248.65.<sup>2</sup> This is based on the monthly income of \$ 17,520.00 and expenses of \$ 17,271.35 as set forth in Debtor's Declarations of Current/Postpetition Income and Expenses (LBR Form F 3015-1.20.DEC.INCOME.EXPENSE), which have been prepared as of 7/18/2016<sup>3</sup> and are attached hereto as Exhibit A.

This projection is consistent with (i) Debtor's average monthly income for the six months prior to this case of \$       , as set forth in Debtor's Statement of Current Monthly Income (Official Bankruptcy Form 22B) filed with this court and (ii) average monthly income of \$        and average monthly expenses (excluding professional expenses and fees incurred in this bankruptcy case) of \$        during the        months since the petition date (based on monthly operating statements filed with the court), and such differences as are explained as follows:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Upon written request, Debtor will provide copies of the Statement of Current Monthly Income and/or monthly operating statements.

**D.  Other sources of funding** are explained as follows:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

<sup>1</sup> This number should match the number of years selected for payments made to creditors under the plan. See note 11 of the Plan as to the Absolute Priority Rule and modify this paragraph accordingly.

<sup>2</sup> Under § 1123(a)(8), the plan of an individual debtor shall "provide for payment to creditors . . . of all or such portion" of postpetition personal services income "as is necessary for execution of the plan."

<sup>3</sup> LBR Form F 3015-1.20 should be updated to the date of the most recent financial information available for the debtor.

**Risk Factors**

The proposed Plan has the following risks: (explain, e.g., sale falls through, Debtor loses employment/business, illness):

Debtors have a rental agreement with their tenant. The tenant may refuse to renew the tenancy and debtor may experience lapse in time before securing new tenants. Further tenants may default in their rental obligations.

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**Part 4  
Liquidation Analysis**

The Debtor's Schedules A and B, that may have been amended for the purposes of this Disclosure Statement, are attached hereto as Exhibit B. The Debtor has calculated the liquidation value of each asset as shown below. The Debtor arrived at the net liquidation values that are subject to liens by deducting from the value of the assets the amount of the secured liens and any applicable sales costs, fees, and taxes.

Net liquidation value of Debtors' assets	\$ 0
Less estimated chapter 7 trustee expenses	- \$ 0
Less administrative claims and priority tax claims (see Article I of Plan)	- \$ 15,000.00 <sup>1</sup>
Less Other Priority Claims (see Article II of Plan)	- \$ 22,046.26
Liquidation value available to general unsecured creditors	\$ 0
Divide by estimated amount of allowed general unsecured claims (see Article II, Class 6 of Plan; Exhibit C)	\$ 0
Equals estimated percentage of their allowed claims that general unsecured creditors would receive in a liquidation of the Debtor	0 %
<b>Estimated percentage of claims general unsecured creditors would receive under Debtor's proposed Plan</b>	<b>1 %</b>

**Part 5  
Feasibility**

The Plan cannot be confirmed unless the court finds it feasible. A Plan is feasible if confirmation of the Plan is not likely to be followed by the liquidation, or the need for further financial reorganization, of the Debtor, unless such liquidation or reorganization is proposed in the Plan.

Feasibility by the Effective Date. The Debtor estimates that the Debtor will have sufficient cash on hand on the Effective Date to pay all claims and expenses entitled to be paid in cash on such date, as shown below.

Cash Debtor will have on hand by Effective Date:	\$ 45,000.00
<b>Less:</b>	
Administrative claims:	- \$ 15,000.00
Statutory costs and charges:	- \$ 0
Other Plan payments payable on Effective Date:	- \$ 19,761.62 <sup>2</sup>
Balance after paying these amounts:	\$ 10,238.38

The sources of cash the Debtor will have on hand by the Effective Date, as shown above are:

<sup>1</sup>Debtor estimates additional administrative claims in the amount of \$15,000.  
<sup>2</sup>Debtor will repay the post petition property taxes advanced by the lender in the amount of \$19,761.62

Cash on Hand	\$ 45,000.00
Sale of assets	\$ 0
Additional cash the Debtor will accumulate from projected disposable income between now and Effective Date	+ \$ 0
Borrowing from: _____	+ \$ _____
Other: _____	+ \$ _____
<b>Total</b>	<b>\$ 45,000.00</b>

Feasibility over the life of the Plan. The Debtor has, and projects that the Debtor will receive, enough cash over the life of the Plan to make the required Plan payments based on the sources described above. See **Exhibit A** attached hereto.

Date: July 18, 2016

/s/ Denise Stansfield  
Signature of Debtor

Denise Stansfield  
Printed name of Debtor

Date: July 18, 2016

/s/ Onyinye Anyama  
Signature of attorney for Debtor, if any

Onyinye Anyama 262152  
Printed name of attorney for Debtor, if any

I declare under penalty of perjury under the laws of the United States that the foregoing is true and correct.

July 18, 2016  
Date

/s/ Denise Stansfield  
Signature of Debtor

**List of Exhibits**

- Exhibit A: Declarations of current/postpetition income and expenses, prepared as of 7/18/2016. List of expenses shall include a list of proposed plan payments
- Exhibit B: Schedules A and B, as adjusted to provide liquidation values and with appendices describing valuation methods
- Exhibit C: General unsecured claims (indicate next to each creditor whether or not claims are disputed) (Class 6)
- Exhibit D: Ballot
- Exhibit E: Executory contracts and unexpired leases to be assumed

**DECLARATION OF DENISE AND DAVID ELPHICK STANSFIELD**

1  
2 We, Denise and David Elphick Stansfield, do hereby declare that all of the following is  
3 true and correct to the best of our personal knowledge and if called upon as a witness, we could  
4 and would competently testify to the truthfulness of all of the below statements:

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1. We are the debtors in the instant bankruptcy proceeding, Case No. 9:15-BK-12436-PC.
  2. We make this declaration in support of our Disclosure Statement describing our Chapter 11 Plan of Reorganization.

**HISTORY/EVENTS LEADING TO BANKRUPTCY**

3. Our major asset is a real property located at 6100 Via Escondido Drive, Malibu, Ca 90265 (Rental Property).
4. Our liabilities include the mortgages on the properties and credit card debts
5. The events leading to bankruptcy was due to the economic downturn in 2008 and the near collapse of the real estate industry.
6. In 2010, we submitted a loan modification application which was approved for the three-month trial period. We completed the three-month trial period payment but for some reason, the lender did not acknowledge receipt of the last payment and denied the loan modification.
7. We sued the lender, Chase and were in the lawsuit from 2011 until sometime in 2014. When they entered into a settlement agreement where the lender agreed to accept 2.5 million for the property but we were unable to sell the property within the agreed time.

1 16. We have filed an Objection to the IRS claim as all tax returns have been filed and we do not  
2 owe as stated.

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5 **DISPOSABLE INCOME**

6 17. I have proposed a 1% plan whereby my unsecured claims will be paid in full over a 5 year  
7 period with monthly payments of \$221.00 beginning on the effective date of the plan.

8  
9 18. Commencing on the effective date of the plan I will make payments to my secured creditor,  
10 and plan payments until the full amount of the claims are satisfied.

11 19. The Plan has been proposed in good faith and is consistent with the objectives of the  
12 Bankruptcy Code. I have drastically cut my personal and operating expenses related to the  
13 real property and have steadily increased my cash flow in order to propose a confirmable  
14 Plan that maximizes the return to the creditors of this estate.  
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16  
17 I declare under penalty of perjury under the laws of California that the foregoing is true and  
18 correct and that this Declaration was executed this 18<sup>th</sup> day of July 2016, at Los Angeles,  
19 California.  
20

21 /s/ Denise Stansfield  
22 Denise Stansfield  
23 Debtor and Debtor-in-possession

24 /s/ David Elphick Stansfield  
25 David Elphick Stansfield  
26 Debtor and Debtor-in-possession  
27  
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## PROOF OF SERVICE OF DOCUMENT

I am over the age of 18 and not a party to this bankruptcy case or adversary proceeding. My business address is:  
**18000 Studebaker Road**  
**Suite 700**  
**Cerritos, CA 90703**

A true and correct copy of the foregoing document entitled (*specify*): Individual Debtors Disclosure Statement in Support of Plan of Reorganization will be served or was served (a) on the judge in chambers in the form and manner required by LBR 5005-2(d); and (b) in the manner stated below:

**1. TO BE SERVED BY THE COURT VIA NOTICE OF ELECTRONIC FILING (NEF):** Pursuant to controlling General Orders and LBR, the foregoing document will be served by the court via NEF and hyperlink to the document. On 7/18/2016, I checked the CM/ECF docket for this bankruptcy case or adversary proceeding and determined that the following persons are on the Electronic Mail Notice List to receive NEF transmission at the email addresses stated below:

**Onyinye N Anyama on behalf of Debtor Denise Stansfield**  
onyi@anyamalaw.com, anyamainfo@gmail.com;info\_anyama@ecf.courtdrive.com

**Onyinye N Anyama on behalf of Joint Debtor David Elphick Stansfield**  
onyi@anyamalaw.com, anyamainfo@gmail.com;info\_anyama@ecf.courtdrive.com

**Brian D Fittipaldi on behalf of U.S. Trustee United States Trustee (ND)**  
brian.fittipaldi@usdoj.gov

**United States Trustee (ND)**  
ustpreion16.nd.ecf@usdoj.gov

**Kristin A Zilberstein on behalf of Creditor JPMorgan Chase Bank, National Association, its assignees and/or successors**  
bknotice@mccarthyholthus.com, kzilberstein@mccarthyholthus.com;kzilberstein@ecf.inforuptcy.com

Service information continued on attached page

### 2. SERVED BY UNITED STATES MAIL:

On 7/18/2016, I served the following persons and/or entities at the last known addresses in this bankruptcy case or adversary proceeding by placing a true and correct copy thereof in a sealed envelope in the United States mail, first class, postage prepaid, and addressed as follows. Listing the judge here constitutes a declaration that mailing to the judge will be completed no later than 24 hours after the document is filed.

**Secured and Twenty Largest Unsecured Creditors**  
Judge's copy - Hon. Peter Carroll - 1415 State Street, Suite 230, Santa Barbara, CA 93101

Service information continued on attached page

**3. SERVED BY PERSONAL DELIVERY, OVERNIGHT MAIL, FACSIMILE TRANSMISSION OR EMAIL** (*state method for each person or entity served*): Pursuant to F.R.Civ.P. 5 and/or controlling LBR, on \_\_\_\_\_, I served the following persons and/or entities by personal delivery, overnight mail service, or (for those who consented in writing to such service method), by facsimile transmission and/or email as follows. Listing the judge here constitutes a declaration that personal delivery on, or overnight mail to, the judge will be completed no later than 24 hours after the document is filed.

Service information continued on attached page

I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct.

July 18, 2016  
Date

Elizabeth Cruz  
Printed Name

/s/ Elizabeth Cruz  
Signature

**Debtors**

Denise and David Stansfield  
P.O Box 6867  
Malibu, Ca 90264

**Debtors Attorney**

Onyinye N. Anyama  
Anyama Law Firm, A Professional Corporation  
18000 Studebaker Road,  
Suite 700  
Cerritos, CA 90703

**Attorney for Trustee:**

Brian D Fittipaldi  
Office of the United States Trustee  
915 Wilshire Boulevard, Suite 1850  
Los Angeles, CA 90071

**Attorney for JP Morgan Chase Bank**

Kristin A. Zilberstein  
McCarthy & Holthus, LLP  
1770 Fourth Avenue,  
San Diego, CA 92101

**Secured Creditors (Overnight mail)**

JP Morgan Chase  
Attn: Corporate Officer  
1111 Polaris Way  
Columbus, OH 43240

Corporation Service Company which will do  
business  
In California as CSC Service as Agent for Service for  
JP Morgan Chase  
818 West Seventh St, Ste 930  
Los Angeles, Ca 90017

Helen M. Chang et al  
c/o Christopher Walt  
Walt & Associates, A Prof Corp.  
2223 Avenita De La Playa, Suite 100  
La Jolla, Ca 92037

Townsgate Capital Corp.  
2801 Townsgate Rd, Ste 37  
Westlake Village, Ca 91361

Franchise Tax Board  
Bankruptcy Section-MS:A-340  
P.O Box 2952  
Sacramento, Ca 95812

**Twenty Largest Unsecured Creditors**  
**(Note this category also contains all general unsecured creditors) – (Priority mail)**

Amex DSNB  
Attn: Correspondence  
P.O Box 981540  
El Paso, TX 79998

Credit One Bank NA  
P.O Box 98873  
Las Vegas, NV 89193

Novea Port  
2124 NE 123<sup>rd</sup> St  
North Miami, FL 33181

Comenity Bank/Pier 1  
P.O Box 182125  
Columbus, OH 43218

Bank of America  
Attn: Bankruptcy Dept NC4-105-0314  
P.O Box 26012  
Greensboro, NC 27420

Afni  
1310 Martin Luther King Dr  
Bloomington, IL 61701

Capital One  
Attn: Bankruptcy  
P.O Box 30285  
Salt Lake City, UT 84130

Credit Management LP  
4200 International Pkwy  
Carrollton, TX 75007

Dsnb Macys  
Attn: Bankruptcy Dept  
P.O Box 8053  
Mason, OH 45040

Midland Funding  
2365 Northside Dr, Ste 300  
San Diego, Ca 92108

Gabrielle K. Harris  
2300 McReynolds Road,  
Malibu, CA 90265

Marc Larocque  
22817 Ventura Blvd, Unit 204  
Woodland Hills, CA 91364

David & Anne-Marie Kessenich  
6681 Wildlife Road,  
Malibu, CA 90265

**Interested Parties:**

**Leasees:**

S.H.R Property Management Inc.  
6100 Via Escondido Drive  
Malibu, Ca 90264