

UNITED STATES BANKRUPTCY COURT  
NORTHERN DISTRICT OF INDIANA  
LAFAYETTE DIVISION

IN RE:

Stichter & Stichter Trucking, LLC )  
)  
)  
)  
Debtor )

CASE NO.17-40044

**SECOND DISCLOSURE STATEMENT**

I. Introduction

Stichter & Stichter Trucking, LLC, Debtor, provides this Disclosure Statement to all of its known creditors in order to disclose that information deemed by the Debtor to be material, important and necessary for their creditors to arrive at a reasonably informed decision in exercising their right to vote for acceptance of the Plan of Reorganization (hereinafter "the Plan") presently on file with the U. S. Bankruptcy Court. A copy of the Plan accompanies this Statement.

The Court has set \_\_\_\_\_, 2018 at \_\_\_\_ o'clock \_\_m. for a hearing on the acceptance of the Plan of Reorganization. Creditors may vote on the Plan by filling out and mailing the accompanying Acceptance Form to David A. Rosenthal, 410 Main St, Lafayette, IN 47901, or may attend such hearing and present the Acceptance in person at that time. As a creditor, your vote is important. In order for the Plan to be deemed accepted, of the ballots cast, creditors that hold at least two-thirds in amount and more than one-half in number of the allowed claims of all impaired classes must vote for the Plan.

NO REPRESENTATIONS CONCERNING THE DEBTORS (PARTICULARLY AS TO THEIR FUTURE BUSINESS OPERATIONS, VALUE OF PROPERTY, OR THE VALUE OF ANY PROMISSORY NOTES TO BE ISSUED UNDER THE PLAN) ARE AUTHORIZED BY THE DEBTORS OTHER THAN AS SET FORTH IN THIS STATEMENT. ANY REPRESENTATIONS OR INDUCEMENTS MADE TO SECURE YOUR ACCEPTANCE WHICH ARE OTHER THAN AS CONTAINED IN THIS STATEMENT SHOULD NOT BE RELIED UPON BY YOU IN ARRIVING AT YOUR DECISION, AND UPON

ADDITIONAL REPRESENTATIONS AND INDUCEMENTS SHOULD BE REPORTED TO COUNSEL FOR THE DEBTORS WHO IN TURN SHALL DELIVER SUCH INFORMATION TO THE DISTRICT COURT FOR SUCH ACTION AS MAY BE DEEMED APPROPRIATE.

THE INFORMATION CONTAINED HEREIN HAS NOT BEEN SUBJECT TO A CERTIFIED AUDIT. THE RECORDS KEPT BY THE DEBTORS ARE DEPENDENT UPON INTERNAL ACCOUNTING PERFORMED BY THE DEBTORS. FOR THE FOREGOING REASON, AS WELL AS BECAUSE OF THE COMPLEXITY OF THE DEBTORS' FINANCIAL MATTERS, THE INFORMATION CONTAINED HEREIN IS NOT WITHOUT ANY INACCURACY, ALTHOUGH GREAT EFFORT HAS BEEN MADE TO BE ACCURATE.

## II. Background and Assets/Liabilities of Debtor

The Debtor is a bulk oil hauler to gas stations throughout Indiana and has been in business for several years. The sole owner is Bruce Stichter of Lafayette, Indiana. Bruce learned the operation from his father, who had been in the bulk oil business which Bruce joined years ago. The business remained profitable for many years and had expanded its fleet and customers but increased competition occurred in 2012 and Debtor could not maintain sufficient quality drivers to utilize all trucks and tankers. On-going costs continued while revenue and profit margin continued to fall. Debtor fell behind on payments to taxing authorities, then on his Translease and finally to unsecured creditors. In an attempt to reduce his rolling stock Debtor filed Chapter 11.

The Debtor filed a motion to sell a 1996 TrailMaster, 2005 Beall Tanker both secured by Security Federal, a 2007 secured by Lafayette Community Bank (LCB) and a 2006 IH not secured. LCB objected but was overruled by the Court. The Debtor has now filed to sell with Security Federal's consent the above at the Fort Wayne Truck Auction subject to notice to Creditors. Debtor also rejected the TRAC Lease with Translease of (2) MAC Tank Tankers. The remaining trucks and tankers have been fully utilized. The Debtor maintains the trucks and trailers, as set forth on Exhibit "A", which sets forth the claim of the secured creditor and the fair market value based on an appraisal by Alan Goetz, a local appraiser and auctioneer who also has appraised for some of the creditors in this case. The Debtor has little if any personal property, which is also listed on Exhibit "A".

### III. Classes of Creditors and Satisfaction of Claims

Class I: Administrative claims: Amounts due the US Trustee and Attorney Fees Paid in cash at consummation of Plan. As to the Internal Revenue Service, the following is hereby provided: Any post-petition taxes due the Internal Revenue Service shall be paid in full plus interest at the Internal Revenue Code rate, (26 U.S.C. § 6621), on the effective date of the plan. As of the date of the drafting of this modification, the IRS has an administrative claim arising as a result of underpayment or late payment of employment taxes in the second quarter of 2017 in the approximate amount of \$1,090.00. Said administrative claim is allowed and the debtor waives any argument regarding the allowance of said administrative claim. The plan provides that administrative claims shall be paid at the consummation of the plan. The administrative claim of the Internal Revenue Service in an amount determined by the Internal Revenue Service plus all accrued interest thereon, shall be paid on or before the date of consummation of the plan or on or before the sixtieth day after entry of a confirmation order, whichever comes first. The Internal Revenue Service shall provide the debtor's counsel with the payoff amount upon request. In the event of a default to the IRS concerning the payment of the administrative claim of the Internal Revenue Service, or under any other Class under the Plan including payments to unsecured creditors, the IRS shall have the option to accelerate the entire indebtedness due under this Plan without notice to the debtor. Further, the United States of America, IRS, shall have the collection remedies granted and under the IRS Code, Title 26, upon any default under the Plan, this modification or under any other Class.

Class II: Priority claims pursuant to §507 after payment of Class I, shall be paid pro-rata.

Class II(B): Internal Revenue Service. The following is provided: The Internal Revenue

Service, (hereinafter: IRS), has an allowed priority claim in the amount of \$140,605.53 in this proceeding. The parties agree that the priority claim may be amended by the IRS and that the debtor shall pay any amended claim of the IRS consistent with this modification.

The allowed priority claim of the IRS shall be paid in full by way of regular monthly installments over a term of five years from the date of petition, February 21, 2017, plus interest at the rate prescribed by 26 U.S.C. §6621 on the date of confirmation of the Debtor's Amended Plan of Reorganization. The claims shall be paid as follows:

- a. monthly payments will begin on the first business day of the month immediately following entry of the confirmation order of this plan, (i.e. if the date of entry of a confirmation order of the plan is May 3, 2018, then the first payment to the IRS on its priority claim will be due on June 1, 2018);
- b. the term of repayment begins on the first day of the month following entry of the confirmation order of this plan and shall be the number of months left of the five years from date of petition repayment period provided in 11 U.S.C. § 1129(a)(9)(C)(ii), (i.e. the date of petition is February 21, 2017. Five years from February 21, 2017, is February 21, 2022. If the date of entry of a confirmation order of the plan is February 22, 2018, then the term of repayment will from March 1, 2018 to February 21, 2022, or 48 months);
- c. the priority claim will be paid in equal monthly installments over that term;

All payments made under this Class shall be made payable to the United States Treasury and sent to Internal Revenue Service, Mail Stop SB380, 575 N. Pennsylvania St., Indianapolis, IN 46204-1580. The United States of America, IRS, may change where the payments are to be delivered at any time, upon proper notice to the debtor. Payments shall be deemed made upon receipt by the IRS, and shall be made by means of check or money order only. The failure to make any payment called for under this modification within 30 days of its due date shall

constitute a default in this agreement. Time shall be of the essence in regards to all payments.

The acceptance of any late payments by the United States of America, Internal Revenue Service, shall not waive any rights of the United States of America, Internal Revenue Service. The United States of America, Internal Revenue Service, has the right to insist that any and all future payments be made on a timely basis.

The debtor shall have the right to pre-pay the principal of the sum of the tax liabilities at any time; provided, however, that any such pre-payment must be made in an amount of at least \$1,000.00. Any such pre-payment shall not affect the obligation to make continuing monthly payments in an amount, and in the manner, and at the time heretofore stated, but rather, shall be applied to reduce the term of repayment.

In the event of a default to the IRS, or under any other Class under the Plan including payments to unsecured creditors, the IRS shall have the option to accelerate the entire indebtedness due under this Plan without notice to the debtor. Further, the United States of America, IRS, shall have the collection remedies granted and under the IRS Code, Title 26, upon any default under the Plan, this modification or under any other Class.

Application of any and all payments made hereunder to the federal tax obligations of the debtor shall be made in a manner solely determined by the United States of America, IRS, and no designation of application by the debtor in regard to any payment made hereunder shall be effective.

Class III: Lafayette Community Bank has numerous claims supported by titles as it's security and /or financing statements and are perfected. Each claim shall be separate and not cross-collateralized and the debt stated below shall be paid ratably monthly with interest at 5% over 60 months commencing the 1<sup>st</sup> day of the month after confirmation. Any remaining debt not deemed

secured shall be deemed unsecured and treated in Class VI.

- E. Note 4714 is secured by (2) 2013 Kenworth T660 VINXXX8586 and 1278 and a 2002 Polaris VINXXX2965. The debt secured is \$55,000. The monthly payment is \$1,037.92
- F. Note 4718 is secured by a 2014 Kenworth Construct T680 VINXXX1338 and a 2004 Heil ELL VINXXX8035. The secured debt is \$55,000. The monthly payment is \$1,037.92
- G. Note #4720 shall be paid by the sale proceeds as approved by the court pursuant to the Order To Sell dated June 22, 2017. If surplus then the excess shall be set over to Debtor but if a shortage such shall be paid as part of Class VI.
- H. Note # 4722 shall be paid \$3,000 which is the value of personal property. The monthly payment is \$56.61.

Class IV: Security Federal Savings Bank has numerous claims supported solely by perfected title and the claims are not cross-collateralized and the debt stated below shall be ratably monthly with 5% interest accruing as of confirmation over 60 months commencing the first day of the month following confirmation. The portion of the claim not deemed secured shall be deemed unsecured and paid in class VI.

- C. Note #0715 is secured by (1) 2012 Peterbilt 388 VIN XXX134. The debt secured is the claim amount. The monthly payment is \$846.19.
- D. Note #0731 is secured by (1) 2012 Peterbilt 388 VINXXX135. The debt secured is the claim amount. The monthly payment is \$866.28
- C. Note #0921 is secured by (1) 2013 Kenworth Construct W900 VIN XXX915 and a 2002 Polar VINXXX2964. The debt secured is the claim amount. The monthly payment is \$1,418.64.

- D. Note #1374 is secured by a 2005 Beall VIN XXX 857 which shall be paid by the proceeds of sale as ordered by the court. Any surplus shall be set over to the Debtor but if not the shortage shall be included in Class VI.
- E. Note #1382 is secured by a 2002 Heil Tanker VINXXX6284. The debt secured is \$15,000. The monthly payment shall be \$565.57
- F. Note #1606 is secured by a 1994 Heil Tanker VINXXX7283. The secured value is the secured claim. Further, the proceeds of sale as previously ordered by the court of a 1996 Trailmaster Tanker VINXXX3283 shall be set over as payment of the debt. Any surplus shall be set over to Debtor. The remaining debt shall be amortized as set forth above.
- G. Note #1614 is secured by (2) Custom Trailers VINXXX1004&1005. The debt secured is the claim. The monthly payment is \$560.85.

Class V: Translease a Lessor of (2) Mac Tank Trailers which lease was rejected by the Debtor. Debtor proposes to pay Translease \$5,000.00 within 6 months of confirmation and any remaining claim will be deemed a Class VI creditor.

Class VI: Unsecured Creditors exclusive of the IRS, shall be paid their allowed claim pro-rata from profits annually the first day after confirmation 90 days after such annual anniversary. Profit shall be defined as all revenue on a cash basis less all operating expenses and on-going taxes of any kind or nature and a salary to Bruce Stichter as manager of \$6,000 monthly plus 2% of Monthly Revenue, less all payments to Class 1-5 and 7.

Class VII: The Internal Revenue Service, (hereinafter: IRS), has an allowed unsecured claim in the amount of \$20,472.18, consisting entirely of penalties due from the debtor due to nonpayment or late filing of returns and/or deposits prior to the date of petition. The unsecured claim of the Internal Revenue Service shall be subordinated to Class VI and shall be paid consistent with the language in Class VII. Class VII shall not apply to any interest owed to the

Internal Revenue Service.

Class VIII. Bruce Stichter shall maintain his membership interest in the Debtor after payment to all creditors.

Class IX. Secured Claim of the Internal Revenue Service: The Internal Revenue Service, (hereinafter: IRS), has an allowed secured claim in the amount of \$76,077.66 in this proceeding. The parties agree that the secured claim may be amended by the IRS and that the debtor shall pay any amended claim of the IRS consistent with this modification.

The allowed secured claim of the IRS shall be paid in full by way of regular monthly installments over a term of five years from the date of petition, February 21, 2017, plus interest at the rate prescribed by 26 U.S.C. §6621 on the date of confirmation of the Debtor's Amended Plan of Reorganization. The claims shall be paid as follows:

- b. monthly payments will begin on the first business day of the month immediately following entry of the confirmation order of this plan, (i.e. if the date of entry of a confirmation order of the plan is May 3, 2018, then the first payment to the IRS on its priority claim will be due on June 1, 2018);
- b. the term of repayment begins on the first day of the month following entry of the confirmation order of this plan and shall be the number of months left of the five years from date of petition repayment period provided in 11 U.S.C. § 1129(a)(9)(C)(ii), (i.e. the date of petition is February 21, 2017. Five years from February 21, 2017, is February 21, 2022. If the date of entry of a confirmation order of the plan is February 22, 2018, then the term of repayment will from March 1, 2018 to February 21, 2022, or 48



months);

- c. the secured claim will be paid in equal monthly installments over that term;

All payments made under this Class shall be made payable to the United States Treasury and sent to Internal Revenue Service, Mail Stop SB380, 575 N. Pennsylvania St., Indianapolis, IN 46204-1580. The United States of America, IRS, may change where the payments are to be delivered at any time, upon proper notice to the debtor. Payments shall be deemed made upon receipt by the IRS, and shall be made by means of check or money order only. The failure to make any payment called for under this modification within 30 days of its due date shall constitute a default in this agreement. Time shall be of the essence in regards to all payments. The acceptance of any late payments by the United States of America, Internal Revenue Service, shall not waive any rights of the United States of America, Internal Revenue Service. The United States of America, Internal Revenue Service, has the right to insist that any and all future payments be made on a timely basis.

The debtor shall have the right to pre-pay the principal of the sum of the tax liabilities at any time; provided, however, that any such pre-payment must be made in an amount of at least \$1,000.00. Any such pre-payment shall not affect the obligation to make continuing monthly payments in an amount, and in the manner, and at the time heretofore stated, but rather, shall be applied to reduce the term of repayment.

The liens of IRS shall remain in full force and effect under this plan. All of the debtor's property shall remain subject to the liens in favor of IRS until the debt owed by debtor to IRS and described in this provision is paid in full.

The debtor shall maintain in full force and effect insurance coverage on the property

subject to the liens of the IRS, ensuring the reasonable value of said property against loss or damage by theft and/or casualty, subject to the customary deductibles for such coverage. The IRS shall be designated on any such policy as its interest may appear, by appropriate endorsement on any such policy.

Application of any and all payments made hereunder to the federal tax obligations of the debtor shall be made in a manner solely determined by the United States of America, IRS, and no designation of application by the debtor in regard to any payment made hereunder shall be effective.

In the event of a default to the IRS, or under any other Class under the Plan including payments to unsecured creditors, the IRS shall have the option to accelerate the entire indebtedness due under this Plan without notice to the debtor. Further, the United States of America, IRS, shall have the collection remedies granted and under the IRS Code, Title 26, upon any default under the Plan, this modification or under any other Class.

To assist creditors in understanding the change in income and expenses, Debtor's CPA prepared a 3 year tax return comparison on Exhibit "B", the Debtor's post petition results through February 28, 2018 are set forth on Exhibit "C" and finally a budget on Exhibit "D" has been prepared by Bruce Stichter as to future income and expenses.

As of petition, Debtor owed Security Federal and Lafayette Community Bank on singular secured notes the amount of such notes and the security for such is also listed on Exhibit "A". Debtor post petition is current on all taxes and has no unpaid bills except post petition attorney fees anticipated to be an additional \$12,000-\$15,000 over a retainer of \$4,150.00.

#### IV. Method of Implementation

Based on historical data and production of records of the Debtor, the Debtor should have

sufficient funds on hand to satisfy Class I Claims. Thereafter, Debtor will produce sufficient income to re-pay the creditors as the plan requires.

V. Risk Factors

Certain risk factors are inherent in most Plans of Reorganization in a Chapter 11 case where payments are to be made in the future from future profits. If such Plans are accepted, it is usually because such Plans represent a greater potential return than any dividend which may be available in a liquidating Chapter 7 case. ALL OF THE RISK FACTORS INHERENT IN FUTURE PROFITABILITY OF THE DEBTORS REQUIRE TO MAKE FUTURE DISTRIBUTION ARE PRESENT IN THIS CASE.

VI. Post Plan Supervision by Creditors' Committee

And Retention of Jurisdiction by Court

The Plan provides for the Bankruptcy Court to retain jurisdiction over the Debtors for a five year period. The Debtors shall provide monthly to the committee an income and expense report and shall meet with the committee at reasonable times and places. The committee will have such responsibility as set forth under 11 U.S.C. Sec. 1102 to take necessary action in the future to protect all creditors.

VII. Discharge of the Debtor

The Debtor shall not receive a discharge from all claims of every kind or nature as the plan controls repayment of the debts. All liens of every kind or nature shall be released upon confirmation except those separately set forth in the Plan which shall be deemed in rem to the extent of the secured claim.

DATED: April 23, 2018

/s/ David A. Rosenthal  
David A. Rosenthal, #6202-79  
410 Main Street  
Lafayette, IN 47901

TRUCKS

	<u>Lender</u>	<u>Claim</u>	<u>Value</u>
2006 IH 0897			
2012 Peterbilt 4139	Security	\$44,840	\$ 65,000
2012 Peterbilt 4134	Security	\$45,905	\$ 65,000
2013 Kenworth 4915	Security	\$75,175 (1)	\$ 65,000
2013 Kenworth 8586	LCB	\$146,874 (4)	\$ 35,000
2013 Kenworth 1278	LCB	incl (4)	\$ 35,000
2013 Kenworth 1338	LCB	\$107,142 (5)	\$ 35,000
2007 Freightliner 7575	LCB	\$30,395	\$ 25,000
2008 Ford Van 1890	None	None	\$ 4,000

TRAILERS

1993 Custom 1004	Security	\$35,147 (3)	\$ 15,000
1993 Custom 1005	Security	Incl (3)	\$ 15,000
1994 Heil 7283	Security	\$3,765 (2)	\$ 15,000
1996 Trailmast 328	Security	incl (2)	\$ 20,000
2002 Polar 2964	Security	incl (1)	\$ 20,000
2002 Polar 2965	LCB	incl (4)	\$ 20,000
2002 Heil 6284	Security	\$ 29,970	\$ 15,000
2005 Beall 0857	Security	\$ 29,720	\$ 40,000
2004 Heil 8035	LCB	incl (5)	\$ 20,000
<u>Personal Property</u>	LCB	\$ 49,642	\$ 3,000

Exhibit "A"

BRUCE A. STICHTER DBA STICHTER & STICHTER TRUCKING  
GROSS REVENUE & RELATED EXPENSES 2014-2016

	YEAR 2014	YEAR 2015	YEAR 2016	TOTALS
GROSS REVENUE	\$2,578,926	\$2,279,179	\$1,995,254	\$6,853,359
COST OF SALES	<u>18,596</u>	<u>47,257</u>	<u>224,677</u>	290,530
GROSS PROFIT ON SALES	2,560,330	2,231,922	1,770,577	<u>6,562,829</u>

OPERATING EXPENSES

Advertising	\$ 4,909	\$ -	\$ 25	\$ 4,934
Truck Expenses (Fuel, etc)	939,217	575,124	620,182	2,134,523
Contract Labor	133,653	249,388	-	383,041
Insurance	65,350	114,142	24,573	204,065
Employee Medical Insurance	-	49,108	50,711	99,819
Professional Fees	1,023	525	525	2,073
Interest	-	1,458	-	1,458
Office Expenses	10,883	5,298	4,024	20,215
Rent	19,292	21,284	18,471	59,047
Repairs & Maintenance	15,892	11,982	-4,581	32,455
Personal Property Taxes	9,164	27,162	-	36,326
Travel & Driver Meals	6,675	10,156	-	19,547
Utilities	8,152	8,265	2,716	19,547
Wages	847,128	773,054	5,461	21,878
Bank Charges	1,007	1,516	742,825	21,878
Computer/Inner Net Costs	4,860	2,775	38	2,561
Publications	744	1,371	13,844	21,479
Employee Drug Screening	936	12,339	4,299	6,414
Pay Roll Taxes	65,488	58,246	171	13,446
Small Tools	28,008	6,179	57,193	180,927
Uniforms	10,687	6,207	2,362	36,549
Communications	<u>13,950</u>	<u>14,717</u>	<u>2,330</u>	<u>22,946</u>
	2,187,018	1,950,296	1,560,393	5,697,707
NET INCOME BEFORE ANY DEPRECIATION	<u>\$ 373,312</u>	<u>\$ 282,626</u>	<u>\$ 210,184</u>	<u>\$ 865,122</u>

Exhibit "B"

OFFICE OF THE U.S. TRUSTEE - REGION 10  
 MONTHLY INCOME STATEMENT  
 As of February 2018

Debtor Name Stichter + Stichter Trucking  
 Case Number 17-40044

<u>INCOME</u>	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Gross Receipts or Sales	<u>108,076.19</u>	<u>1,639,170.90</u>
less: returns or allowances		
<u>Cost of Goods</u>		
Beginning Inventory		
Purchases		
Other Costs (list)		
less: ending inventory		
<u>Cost of Goods Sold</u>	<u>108,076.19</u>	<u>1,639,170.90</u>
Gross Profit		
Interest		
Rents		
Gain (Loss) from sale of property		
Other Income		
<u>Total Income</u>	<u>108,076.19</u>	<u>1,639,170.90</u>

GENERAL AND ADMINISTRATIVE EXPENSES

Compensation of Officers	<u>4511.97</u>	<u>102,859.09</u>
Salaries & Wages	<u>45465.06</u>	<u>758,578.68</u>
Repairs & Maintenance	<u>2416.55</u>	<u>157,222.24</u>
Supplies	<u>188.14</u>	<u>1462.25</u>
Bad Debts		
Rents	<u>1697.00</u>	<u>20,464.00</u>
Payroll Taxes	<u>8155.81</u>	<u>38,360.49</u>
Other Taxes	<u>2229.80</u>	<u>2229.80</u>
Interest Expense		
Depreciation		
Insurance	<u>11933.41</u>	<u>145,121.87</u>
Travel & Entertainment	<u>73.55</u>	<u>1725.97</u>
Utilities & Telephone	<u>60.00</u>	<u>1999.48</u>
Professional & Legal	<u>4000.00</u>	<u>15142.83</u>
Other Expenses (Attach Schedule)	<u>33806.64</u>	<u>325897.45</u>
<u>Total Expenses</u>	<u>114527.93</u>	<u>1,640,471.04</u>
Net Profit (Loss)	<u>(6451.74)</u>	<u>(2060.14)</u>

Fuel: 23,364.49  
 Dues/subscriptions: 15.99  
 Bank service charge: 380.00  
 Automobile Expense: 170.01  
 Bldg. Maintenance: 67.40

License/Permits: 9780.00  
 Processing fees: 28.75

Exhibit C

**ANNUAL BUDGET**

<b>Total Income :</b>		<b>\$2,100,000</b>
<b>Expenses:</b>		
<b>Office comp</b>	<b>\$ 85,000</b>	
<b>Wages</b>	<b>\$680,000</b>	
<b>Emp tax+Ben</b>	<b>\$100,000</b>	
<b>Repairs</b>	<b>\$160,000</b>	
<b>Supplies</b>	<b>\$ 15,000</b>	
<b>Rent</b>	<b>\$ 18,000</b>	
<b>Insurance</b>	<b>\$ 90,000</b>	
<b>Phone+ Util.</b>	<b>\$ 45,000</b>	
<b>Fuel</b>	<b>\$500,000</b>	
<b>Tax-Plates</b>	<b><u>\$200,000</u></b>	
<b>Total Expenses:</b>		<b>\$1,893,000</b>
<b>Plan Pyts</b>		
<b>Security Federal:</b>	<b>\$ 64,000</b>	
<b>LC Bank:</b>	<b><u>\$ 31,120</u></b>	
<b>Total Payments:</b>		<b>\$ 95,130</b>
<b>Available income tax and distribution:</b>		<b>\$ 112,130</b>

Exhibit "D"