

**UNITED STATES BANKRUPTCY COURT  
FOR THE EASTERN DISTRICT OF MICHIGAN-SOUTHERN DIVISION**

In Re: CSSH, Inc.

Case No. 16-32129  
Chapter 11  
Hon. Daniel S. Opperman

Debtor(s).  
\_\_\_\_\_ /

**SUPPLEMENT TO PLAN AND DISCLOSURE STATEMENT**

NOW COMES the Debtor CSSH, Inc. and the Debtor in Possession Carmel Halloun by and through its counsel and for his supplement to the Plan and Disclosure Statement filed with the Court states as follows:

**I.**  
**Introduction**

The Court, The U.S. Trustee and certain of the creditors have filed objections to confirmation of debtor's plan which the debtor seeks to resolve through the filing of this supplement. Specifically, this supplement will correct clerical errors, supply greater financial information, summarize that amount necessary to fund the plan, and provide the Debtor's projection of income and expense.

**II.**  
**Clerical Error**

Under the definitions and term section of the Plan and Disclosure Statement, numbered paragraph 21 shall be amended to define the Debtor as "CSSH, Inc."

**III.**

In addition to the information provided in the original Plan and Disclosure Statement the Debtor provides the following additional information.

1. **2016 Fiscal year-** The Debtor has filed his 2016 1120S tax return. This return reflects gross annual income of \$814,694 or about \$67,000 per month in gross sales. The return also reflects a loss for the year of \$3500 total. However, after deducting non cash tax deductions the Debtor had earned income of \$36,000 or about \$3000 per month for tax year 2016.
2. **Post Petition Performance-** Post petition the Debtor has filed all required monthly financials. These financials provide the following pertinent information:
  - A) Gross sales have averaged \$57,795 per month or approximately 14 % less than on average for 2016 as a whole.

- B) Net profit has averaged \$2897 or almost exactly the same as 2016 as a whole after backing out non cash deductions.

This ability to maintain profitability in light of the 14% decrease in gross sales reflects the efforts of the Debtor to cut costs and streamline the successful operation of the restaurant.

III.

Summary of Required Payments Under the Plan

As a result of negotiation with the State of Michigan Department of Treasury and the Michigan Unemployment Insurance Agency the amounts required to be paid by the Debtor on a monthly basis have changed and now total:

IRS	\$200
State of Michigan priority	\$868
State of Michigan secured	\$272
MIAU priority	\$162
MIAU secured	\$498
Unsecured creditor	<u>\$195</u>
	\$2195

IV.

Projections

Attached to this supplement is a copy of the five year projection for the debtor that were attached to the original plan and disclosure statement filed with the court. These projections were prepared using the debtor's 2016 tax return and the debtor's post petition monthly financials filed with the court. They reflect monthly profits sufficient to support the payments required by this plan with a cushion of approximately 25% should the debtor decide to accelerate payment as required by this plan.

Respectfully submitted,

BANKRUPTCY LAW OFFICE

Dated: 5/3/2017

/s/ George E. Jacobs  
George E. Jacobs (P36888)  
2425 S. Linden Rd., Ste. C  
Flint, MI 48532  
(810) 720-4333  
[george@bklawoffice.com](mailto:george@bklawoffice.com)

**CSSH**

**\*2017-2022 Profit & Loss Projection**

	Jan.	Feb.	March	April	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.
Income												
Gross Sales	52500	52500	52500	52500	52500	45000	45000	45000	52500	52500	52500	65000
Cost of Goods	18500	18500	18500	18500	18500	15500	15500	15500	18500	18500	18500	25000
<b>Net Income</b>	<b>34000</b>	<b>34000</b>	<b>34000</b>	<b>34000</b>	<b>34000</b>	<b>29500</b>	<b>29500</b>	<b>29500</b>	<b>34000</b>	<b>34000</b>	<b>34000</b>	<b>40000</b>
Expenses												
Insurance	418	418	418	418	418	418	418	418	418	418	418	418
Rent	6000	6000	6000	6000	6000	6000	6000	6000	6000	6000	6000	6000
Utility	3450	3450	3450	3450	3450	3450	3450	3450	3450	3450	3450	3450
Office	250	250	250	250	250	250	250	250	250	250	250	250
Payroll	13958	13958	13958	13958	13958	11500	11500	11500	13958	13958	13958	19000
Legal & Acct.	250	250	250	250	250	250	250	250	250	250	250	250
Taxes	6650	6650	6650	6650	6650	5008	5008	5008	6650	6650	6650	7900
Repairs	250	250	250	250	250	250	250	250	250	250	250	250
Supplies	274	274	274	274	274	274	274	274	274	274	274	274
Advertising	500	500	500	500	500	500	500	500	500	500	500	250
<b>Total Expense</b>	<b>32000</b>	<b>32000</b>	<b>32000</b>	<b>32000</b>	<b>32000</b>	<b>27900</b>	<b>27900</b>	<b>27900</b>	<b>32000</b>	<b>32000</b>	<b>32000</b>	<b>37000</b>
<b>Net Income</b>	<b>2000</b>	<b>2000</b>	<b>2000</b>	<b>2000</b>	<b>2000</b>	<b>1600</b>	<b>1600</b>	<b>1600</b>	<b>2000</b>	<b>2000</b>	<b>2000</b>	<b>3000</b>

\*These 5 Year projections reflect that the debtor anticipates his sales and expenses will remain substantially the same for the foreseeable future