B1 (Official Form	1) (1/98)e	09-51	698-g\	ΝZ	Doc 1	Enter	ed 05/29	/09 15:38:	<u>38 Page '</u>	1 of 9		
United States Bankruptcy Cour District of Nevada Reno Division						Court		Voluntary Petition					
Name of Debtor (if individual, enter Last, First, Middle): DOWNING, STEPHEN, C.							Name of Joint Debtor (Spouse) (Last, First, Middle): DOWNING, PEGGY,						
All Other Names used by the Debtor in the last 8 years (include married, maiden, and trade names):						A (i	All Other Names used by the Joint Debtor in the last 8 years (include married, maiden, and trade names):						
Last four digits of Soc. Sec. or Indvidual-Taxpayer I.D. (ITIN) No./Complete EIN(if more than one, state all): 9506						Last four digits of Soc. Sec. or Indvidual-Taxpayer I.D. (ITIN) No./Complete EIN(if more than one, state all): 4472							
Street Address of Debtor (No. & Street, City, and State): 444 RIVER PLAINS DRIVE VERDI, NV						Street Address of Joint Debtor (No. & Street, City, and State): 444 RIVER PLAINS DRIVE VERDI, NV							
	nty of Residence of ASHOE	or of the Princ	ipal Place of		CODE 89439			ZIP Co County of Residence or of the Principal Place of Business: WASHOE)E	89439
	ing Address of De O. BOX 99	ebtor (if differ	ent from stre	et address)):		Ν		of Joint Debtor (if 99	different from street	t address):		
VI	ERDI, NV			ZIP	CODE 89439			VERDI, NV			ZIP COD	DE	89439
Locati	on of Principal A	ssets of Busin	ess Debtor (i	f different	from str	eet address a	above):				ZID COD		
	Т	ype of Debto	r			Natu	re of Busine	88	Char	oter of Bankruptc	ZIP COD		nich
	(Form	n of Organizat	tion)		(Chec	k one box)	te of Dusine	55		the Petition is File			
Ø	Individual (inclu See Exhibit D o	n page 2 of th	otors) vis form.		 Health Care Business Single Asset Real Estate a U.S.C. § 101(51B) 			s defined in 11	Chapter 7 Chapter 9 Chapter 11		Chapter 15 Recognitio Main Proc	on of a I	
	Corporation (inc Partnership Other (If debtor	is not one of t	he above ent		 Railroad Stockbroker Commodity Broker 			Chapter 12	Chapter 15 Petition for			Foreign	
	check this box a	nd state type of	of entity belo	ow.)	☐ Clearing Bank☑ Other				Nature of Debts				
				Tax-Exempt Entit, (Check box, if applicat			ble) debts, defined in 11 U.S.C. business debts. § 101(8) as "incurred by an						
					Debtor is a tax-exempt orga under Title 26 of the Unite Code (the Internal Revenue			ited States personal, family, or house-					
		Filing	Fee (Check	c one box)	•			Check one	hov	Chapter 11 Debt	tors		
	Full Filing Fee att	ached						Debtor is a small business debtor as defined in 11 U.S.C. § 101(51D).					
	Filing Fee to be paigned application						attach	Debtor is not a small business debtor as defined in 11 U.S.C. § 101(51D). Check if:					
U	nable to pay fee e	except in insta	llments. Rul	e 1006(b)	See Offi	cial Form 3/	Α.	Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$2,190,000.					
Filing Fee waiver requested (applicable to chapter 7 individuals only). Must attach signed application for the court's consideration. See Official Form 3B.						Check all applicable boxes							
						 A plan is being filed with this petition Acceptances of the plan were solicited prepetition from one or more classes 							
Stati	stical/Administ	rative Inforr	nation					of cred	itors, in accordance	e with 11 U.S.C. § 1	126(b).	THIS	SPACE IS FOR
 Debtor estimates that funds will be available for distribution to unsecured creditors. Debtor estimates that, after any exempt property is excluded and administrative expenses paid, there will be no funds available for distribution to unsecured creditors. 							RT USE ONLY						
Estin	nated Number of	Creditors											
1- 49	50- 99			1,000- 5,000	5,001- 10,000			- 50,001- 100,000	Over 100,000				
□ \$0 to	Assets \$50,001 to 000 \$100,000	\$100,001 to \$500,000	\$500,001 \$1 million	to \$1,000 to \$10 millior),001 \$ to	10,000,001 o \$50 nillion	\$50,000,00 to \$100 million	1 \$100,000,00 to \$500 million	1 \$500,000,001 to \$1 billion	More than \$1 billion			
□ \$0 to	ated Liabilities	\$100,001 to \$500,000		to \$1,000 to \$10 million	0,001 \$ te		5 50,000,00 to \$100 million	1 \$100,000,00 to \$500 million	1 \$500,000,001 to \$1 billion	More than \$1 billion		•	

			2 of 9 FORM B1, Page 2				
Voluntary Petition Name of Debtor(s): (This page must be completed and filed in every case) STEPHEN C. DOWNING, PEGGY DOWNING							
	All Prior Bankruptcy Cases Filed Within L	ast 8 Years (If more than two, attach additional sheet.)	-				
Location Where Filed:	NONE	Case Number:	Date Filed:				
Location Where Filed:		Case Number:	Date Filed:				
	Pending Bankruptcy Case Filed by any Spouse, Partner	or Affiliate of this Debtor (If more than one, attach ad	lditional sheet)				
Name of Debtor: CRYSTAL PE	CAK DEVELOPMENT, LLC	Case Number: 09-50452	Date Filed: 2/23/09				
District: NEVADA		Relationship: BUSINESS	Judge: ZIVE				
(To be completed in 10Q) with the Secu	Exhibit A f debtor is required to file periodic reports (e.g., forms 10K and prities and Exchange Commission pursuant to Section 13 or 15(d) exchange Act of 1934 and is requesting relief under chapter 11.)	Exhibit B (To be completed if debtor is whose debts are primarily con I, the attorney for the petitioner named in the forego have informed the petitioner named in the forego have informed the petitioner that [he or she] may pro 12, or 13 of title 11, United States Code, and have e available under each such chapter. I further certify the debtor the notice required by 11 U.S.C. § 342(b).	nsumer debts) ing petition, declare that I oceed under chapter 7, 11, explained the relief				
Exhibit A is a	attached and made a part of this petition.	X Not Applicable Signature of Attorney for Debtor(s)	Date				
	~	xhibit C					
	n or have possession of any property that poses or is alleged to pose a ibit C is attached and made a part of this petition.	a threat of imminent and identifiable harm to public heal	th or safety?				
	Ex	chibit D					
Exhibit E If this is a joint peti	by every individual debtor. If a joint petition is filed, each spouse mu D completed and signed by the debtor is attached and made a part of ition: D also completed and signed by the joint debtor is attached and made	this petition.					
		rding the Debtor - Venue					
V	Debtor has been domiciled or has had a residence, principal place preceding the date of this petition or for a longer part of such 180		ays immediately				
	There is a bankruptcy case concerning debtor's affiliate. general partner, or partnership pending in this District.						
	Debtor is a debtor in a foreign proceeding and has its principal pl has no principal place of business or assets in the United States bu this District, or the interests of the parties will be served in regard	ut is a defendant in an action or proceeding [in a federal					
		ides as a Tenant of Residential Property applicable boxes.)					
	Landlord has a judgment against the debtor for possession of debt	tor's residence. (If box checked, complete the following).					
		(Name of landlord that obtained judgment)					
	Debtor claims that under applicable nonbankruptcy law, there are entire monetary default that gave rise to the judgment for possessi		ed to cure the				
	Debtor has included in this petition the deposit with the court of a filing of the petition.	any rent that would become due during the 30-day period	l after the				
	Debtor certifies that he/she has served the Landlord with this cert	ification. (11 U.S.C. § 362(1)).					

B 1 (Official Form 1) (1) (1) (1) (1) (1) (1) (1) (1) (1)	ered 05/29/09 15:38:38 Page 3 of 9 FORM B1, Page 3						
Voluntary Petition (This page must be completed and filed in every case)	Name of Debtor(s): STEPHEN C. DOWNING, PEGGY DOWNING						
Sign	atures						
Signature(s) of Debtor(s) (Individual/Joint)	Signature of a Foreign Representative						
I declare under penalty of perjury that the information provided in this petition is true and correct. [If petitioner is an individual whose debts are primarily consumer debts and has chosen to file under chapter 7] I am aware that I may proceed under chapter 7, 11, 12 or 13 of title 11, United States Code, understand the relief available under each such chapter, and choose to proceed under chapter 7.	I declare under penalty of perjury that the information provided in this petition is true and correct, that I am the foreign representative of a debtor in a foreign proceeding, and that I am authorized to file this petition. (Check only one box.)						
[If no attorney represents me and no bankruptcy petition preparer signs the petition] I have obtained and read the notice required by 11 U.S.C. § 342(b).	 I request relief in accordance with chapter 15 of Title 11, United States Code. Certified Copies of the documents required by § 1515 of title 11 are attached. Description of the Line Constraints of the second area with the 						
I request relief in accordance with the chapter of title 11, United States Code, specified in this petition.	Pursuant to 11 U.S.C. § 1511, I request relief in accordance with the Chapter of title 11 specified in the petition. A certified copy of the order granting recognition of the foreign main proceeding is attached.						
X s/ STEPHEN C. DOWNING	X Not Applicable						
Signature of Debtor STEPHEN C. DOWNING	(Signature of Foreign Representative)						
X s/ PEGGY DOWNING							
Signature of Joint Debtor PEGGY DOWNING	(Printed Name of Foreign Representative)						
Telephone Number (If not represented by attorney)	2						
<u>5/29/2009</u> Date	Date						
Signature of Attorney	Signature of Non-Attorney Petition Preparer						
X /s/ Stephen R. Harris Signature of Attorney for Debtor(s) Stephen R. Harris, Esq. Bar No. 001463 Printed Name of Attorney for Debtor(s) / Bar No. Belding, Harris & Petroni, LTD Firm Name 417 West Plumb Lane Reno, NV 89509	I declare under penalty of perjury that: (1) I am a bankruptcy petition preparer as defined in 11 U.S.C. § 110; (2) I prepared this document for compensation and have provided the debtor with a copy of this document and the notices and information required under 11 U.S.C. §§ 110(b), 110(h), and 342(b); and, (3) if rules or guidelines have been promulgated pursuant to 11 U.S.C. § 110(h) setting a maximum fee for services chargeable by bankruptcy petition preparers, I have given the debtor notice of the maximum amount before preparing any document for filing for a debtor or accepting any fee from the debtor, as required in that section. Official Form 19 is attached.						
Address	Not Applicable						
	Printed Name and title, if any, of Bankruptcy Petition Preparer						
775 786-7000 775 786-7764 Telephone Number 5/29/2009	Social-Security number (If the bankruptcy petition preparer is not an individual, state the Social-Security number of the officer, principal, responsible person or partner of the bankruptcy petition preparer.) (Required by 11 U.S.C. § 110.)						
Date *In a case in which § 707(b)(4)(D) applies, this signature also constitutes a certification that the attorney has no knowledge after an inquiry that the information in the schedules is incorrect.	Address						
Signature of Dabtar (Cornoration/Dautnowskin)	X Not Applicable						
Signature of Debtor (Corporation/Partnership) I declare under penalty of perjury that the information provided in this petition is true and correct, and that I have been authorized to file this petition on behalf of the debtor.	Date						
The debtor requests the relief in accordance with the chapter of title 11, United States Code, specified in this petition.	Signature of bankruptcy petition preparer or officer, principal, responsible person, or partner whose Social-Security number is provided above. Names and Social-Security numbers of all other individuals who prepared or assisted in preparing this document unless the bankruptcy petition preparer is not an						
X INCLAPPICADIE Signature of Authorized Individual	individual. If more than one person prepared this document, attach to the appropriate official form for each person.						
Printed Name of Authorized Individual	A bankruptcy petition preparer's failure to comply with the provisions of title 11 and the Federal Rules of Bankruptcy Procedure may result in fines or imprisonment or						
Title of Authorized Individual	both. 11 U.S.C. § 110; 18 U.S.C. § 156.						
Date							

B4 (Official Form 4) (12/07)

United States Bankruptcy Court District of Nevada Reno Division

In re STEPHEN C. DOWNING PEGGY DOWNING

Debtors

Chapter 11

Case No

LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

(2) (1) (3) (4) (5) Nature of claim Name of creditor Name, telephone number and Indicate if claim Amount of claim and complete complete mailing address, (trade debt, is contingent, [if secured also including zip code, of bank loan, govstate value of mailing address unliquidated, including zip employee, agent, or department ernment contract, disputed or security] of creditor familiar with code etc.) subject to setoff claim who may be contacted

CHASE P.O. BOX 15298 WILMINGTON, DE 19850-5298

\$21,340.00

Penalty for making a false statement or concealing property. Fine of up to \$500,000 or imprisonment for up to 5 years or both. 18 U.S.C §§ 152 and 3571.

B 203 (12/94)

UNITED STATES BANKRUPTCY COURT District of Nevada Reno Division

			Reno Division		
In re:	STEPHEN C. DOWNING		PEGGY DOWNING	Case No.	
	De	btors		Chapter <u>11</u>	
	DISCLOSU		F COMPENSATION FOR DEBTOR	OF ATTORNEY	
and t paid t	uant to 11 U.S.C. § 329(a) and Bankrup hat compensation paid to me within one to me, for services rendered or to be rend ection with the bankruptcy case is as foll	year befo dered on l	re the filing of the petition in bankruptcy	/, or agreed to be	
F	For legal services, I have agreed to accept	ot		\$	Actual fees
F	Prior to the filing of this statement I have	received		\$	7,500.00
E	Balance Due			\$	
. The s	source of compensation paid to me was:				
	Debtor		Other (specify)		
. The s	source of compensation to be paid to me	is:			
	☑ Debtor		Other (specify)		
. 🗹	I have not agreed to share the above-o of my law firm.	lisclosed	compensation with any other person u	nless they are members and asso	ciates
□ . In ret	I have agreed to share the above-disclemy law firm. A copy of the agreement, attached. urn for the above-disclosed fee, I have a	together	with a list of the names of the people s	haring in the compensation, is	of
incl	uding:				
a)	Analysis of the debtor's financial situat a petition in bankruptcy;	ion, and r	endering advice to the debtor in determ	nining whether to file	
b)	Preparation and filing of any petition, s	chedules	, statement of affairs, and plan which m	nay be required;	
c)	Representation of the debtor at the me	eting of c	reditors and confirmation hearing, and	any adjourned hearings thereof;	
d)	Representation of the debtor in advers	ary proce	edings and other contested bankruptcy	/ matters;	
e)	[Other provisions as needed] None				
. By a	greement with the debtor(s) the above di	sclosed f	ee does not include the following servic	ces:	
	None				
	rtify that the foregoing is a complete state entation of the debtor(s) in this bankrupto		, , , ,	nent to me for	
Dated:	5/29/2009				
			<u>/s/ Stephen R. Harris</u> Stephen R. Harris, Esq.,	Bar No. 001463	
			Belding, Harris & Petror Attorney for Debtor(s)		

B 201 (12/08)

to

UNITED STATES BANKRUPTCY COURT DISTRICT OF NEVADA RENO DIVISION

NOTICE TO CONSUMER DEBTOR(S) UNDER §342(b) OF THE BANKRUPTCY CODE

In accordance with § 342(b) of the Bankruptcy Code, this notice to individuals with primarily consumer debts: (1) Describes briefly the services available from credit counseling services; (2) Describes briefly the purposes, benefits and costs of the four types of bankruptcy proceedings you may commence; and (3) Informs you about bankruptcy crimes and notifies you that the Attorney General may examine all information you supply in connection with a bankruptcy case.

You are cautioned that bankruptcy law is complicated and not easily described. Thus, you may wish to seek the advice of an attorney to learn of your rights and responsibilities should you decide to file a petition. Court employees cannot give you legal advice.

Notices from the bankruptcy court are sent to the mailing address you list on your bankruptcy petition. In order

ensure that you receive information about events concerning your case, Bankruptcy Rule 4002 requires that you notify the court of any changes in your address. If you are filing a **joint case** (a single bankruptcy case for two individuals married to each other), and each spouse lists the same mailing address on the bankruptcy petition, you and your spouse will generally receive a single copy of each notice mailed from the bankruptcy court in a jointly-addressed envelope, unless you file a

1. Services Available from Credit Counseling Agencies

With limited exceptions, § 109(h) of the Bankruptcy Code requires that all individual debtors who file for bankruptcy relief on or after October 17, 2005, receive a briefing that outlines the available opportunities for credit counseling and provides assistance in performing a budget analysis. The briefing must be given within 180 days <u>before</u> the bankruptcy filing. The briefing may be provided individually or in a group (including briefings conducted by telephone or on the Internet) and must be provided by a nonprofit budget and credit counseling agency approved by the United States trustee or bankruptcy administrator. The clerk of the bankruptcy court has a list that you may consult of the approved budget and credit counseling agencies. Each debtor in a joint case must complete the briefing.

In addition, after filing a bankruptcy case, an individual debtor generally must complete a financial management instructional course before he or she can receive a discharge. The clerk also has a list of approved financial management instructional courses. Each debtor in a joint case must complete the course.

2. The Four Chapters of the Bankruptcy Code Available to Individual Consumer Debtors

Chapter 7: Liquidation (\$245 filing fee, \$39 administrative fee, \$15 trustee surcharge: Total fee \$299)

1. Chapter 7 is designed for debtors in financial difficulty who do not have the ability to pay their existing debts. Debtors whose debts are primarily consumer debts are subject to a "means test" designed to determine whether the case should be permitted to proceed under chapter 7. If your income is greater than the median income for your state of residence and family size, in some cases, creditors have the right to file a motion requesting that the court dismiss your case under § 707(b) of the Code. It is up to the court to decide whether the case should be dismissed.

2. Under chapter 7, you may claim certain of your property as exempt under governing law. A trustee may have the right to take possession of and sell the remaining property that is not exempt and use the sale proceeds to pay your creditors.

3. The purpose of filing a chapter 7 case is to obtain a discharge of your existing debts. If, however, you are found to have committed certain kinds of improper conduct described in the Bankruptcy Code, the court may deny your discharge and, if it does, the purpose for which you filed the bankruptcy petition will be defeated.

4. Even if you receive a general discharge, some particular debts are not discharged under the law. Therefore, you may still be responsible for most taxes and student loans; debts incurred to pay nondischargeable taxes; domestic support and property settlement obligations; most fines, penalties, forfeitures, and criminal restitution obligations; certain debts which are not properly listed in your bankruptcy papers; and debts for death or personal injury caused by operating a motor vehicle, vessel, or aircraft while intoxicated from alcohol or drugs. Also, if a creditor can prove that a debt arose from fraud, breach of fiduciary duty, or theft, or from a willful and malicious injury, the bankruptcy court may determine that the debt is not discharged.

<u>Chapter 13</u>: Repayment of All or Part of the Debts of an Individual with Regular Income (\$235 filing fee, \$39 administrative fee: Total fee \$274)

B 201

Page 2

1. Chapter 13 is designed for individuals with regular income who would like to pay all or part of their debts in installments over a period of time. You are only eligible for chapter 13 if your debts do not exceed certain dollar amounts set forth in the Bankruptcy Code.

2. Under chapter 13, you must file with the court a plan to repay your creditors all or part of the money that you owe them, using your future earnings. The period allowed by the court to repay your debts may be three years or five years, depending upon your income and other factors. The court must approve your plan before it can take effect.

3. After completing the payments under your plan, your debts are generally discharged except for domestic support obligations; most student loans; certain taxes; most criminal fines and restitution obligations; certain debts which are not properly listed in your bankruptcy papers; certain debts for acts that caused death or personal injury; and certain long term secured obligations.

Chapter 11: Reorganization (\$1000 filing fee, \$39 administrative fee: Total fee \$1039)

Chapter 11 is designed for the reorganization of a business but is also available to consumer debtors. Its provisions are quite complicated, and any decision by an individual to file a chapter 11 petition should be reviewed with an attorney.

Chapter 12: Family Farmer or Fisherman (\$200 filing fee, \$39 administrative fee: Total fee \$239)

Chapter 12 is designed to permit family farmers and fishermen to repay their debts over a period of time from future earnings and is similar to chapter 13. The eligibility requirements are restrictive, limiting its use to those whose income arises primarily from a family-owned farm or commercial fishing operation.

3. Bankruptcy Crimes and Availability of Bankruptcy Papers to Law Enforcement Officials

A person who knowingly and fraudulently conceals assets or makes a false oath or statement under penalty of perjury, either orally or in writing, in connection with a bankruptcy case is subject to a fine, imprisonment, or both. All information supplied by a debtor in connection with a bankruptcy case is subject to examination by the Attorney General acting through the Office of the United States Trustee, the Office of the United States Attorney, and other components and employees of the Department of Justice.

WARNING: Section 521(a)(1) of the Bankruptcy Code requires that you promptly file detailed information regarding your creditors, assets, liabilities, income, expenses and general financial condition. Your bankruptcy case may be dismissed if this information is not filed with the court within the time deadlines set by the Bankruptcy Code, the Bankruptcy Rules, and the local rules of the court.

Certificate of the Debtor

We, the debtors, affirm that we have received and read this notice.

STEPHEN C. DOWNING	Xs/ STEPHEN C. DOWNING	5/29/2009	
PEGGY DOWNING	STEPHEN C. DOWNING	Data	
Drinted Nema(a) of Debter(a)	Signature of Debtor	Date	
Printed Name(s) of Debtor(s)	X s/ PEGGY DOWNING	5/29/2009	
Case No. (if known)	PEGGY DOWNING		
	Signature of Joint Debtor	Date	

UNITED STATES BANKRUPTCY COURT DISTRICT OF NEVADA RENO DIVISION

In re:			Bankruptcy No.:		
STEPHEN C. DOWNING))	Chapter	11	
PEGGY DOWNING)	VERIFICA [.] MATRIX	TION OF CREDITOR	
	Debtor(s).)))			

The above named Debtor hereby verifies that the attached list of creditors is true and correct to the best of his/her knowledge.

Date 5/29/2009

Signature s/ STEPHEN C. DOWNING STEPHEN C. DOWNING

Date 5/29/2009

Signature s/ PEGGY DOWNING PEGGY DOWNING

vercredmatrix.wpd rev. 4/12/07

Case 09-51698-gwz Doc 1 Entered 05/29/09 15:38:38 Page 9 of 9

STEPHEN C. DOWNING P.O. BOX 99 VERDI, NV 89439

MICHAEL PAGNI, ESQ. 100 W. LIBERTY ST., 10TH FLOOR RENO, NV 89505

PEGGY DOWNING P.O. BOX 99 VERDI, NV 89439

NEVADA EMPLOYMENT SECURITY 500 E. THIRD STREET CARSON CITY, NV 89713

NV DEPARTMENT OF MOTOR VEHICLES

NEVADA SECURITY BANK

Stephen R. Harris, Esq. Belding, Harris & Petroni, LTD P.O. BOX 19579 417 West Plumb Lane RENO, NV 89511-2119 Reno, NV 89509

ALEX FLANGAS, ESQ. NV DEPARTMENT C 5441 KIETZKE LN., ATTN: LEGAL DIVISION 855 WRIGHT WAY CAPSON CITY, NV 8971:

BANK OF AMERICA 401 S. VIRGINIA ST. RENO, NV 89501

CHASE P.O. BOX 15298 WILMINGTON, DE 19850-5298 TRUCKEE, CA 96161

SIERRA MORTGAGE 10098 JIBOOM ST. #201

CARSON CITY, NV 89711

OFFICE OF THE US TRUSTEE

300 BOOTH STREET ROOM 2129

RENO, NV 89509

DEPT. OF TAXATION WASHINGTON MUTUAL 555 E. WASHINGTON AVENUE, STE 1 1201 THIRD AVENUE LAS VEGAS, NV 89101 SEATTLE, WA 98101

GEHL FINANCE WELLS FARGO BANK
 143 WATER ST.
 P.O. BOX 6434

 WESTIN, WI 53095-0179
 CAROL STREAM, IL

HOTEL CASINO MANAGEMENT P.O. BOX 429 VERDI, NV 89439

INTERNAL REVENUE SERVICE SPEC. PROC. FUNCTION STOP 5028 110 CITY PARKWAY LAS VEGAS, NV 89106