

**United States Bankruptcy Court
WESTERN DISTRICT OF TEXAS**

Voluntary Petition

Name of Debtor (if individual, enter Last, First, Middle): Grace Community Church of Castroville In, a Corporation	Name of Joint Debtor (Spouse)(Last, First, Middle):
All Other Names used by the Debtor in the last 8 years (include married, maiden, and trade names): NONE	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 Individual-Taxpayer I.D. (ITIN) No./Complete EIN (if more than one, state all): 1956	Last four digits of Soc. Sec. or Individual-Taxpayer I.D. (ITIN) No./Complete EIN (if more than one, state all):
Street Address of Debtor (No. & Street, City, and State): 8406 FM 471 South Castroville TX	Street Address of Joint Debtor (No. & Street, City, and State):
ZIP CODE 78009	ZIP CODE
County of Residence or of the Principal Place of Business: Medina	County of Residence or of the Principal Place of Business:
Mailing Address of Debtor (if different from street address): SAME	Mailing Address of Joint Debtor (if different from street address):
ZIP CODE	ZIP CODE
Location of Principal Assets of Business Debtor (if different from street address above): SAME	ZIP CODE

Type of Debtor (Form of organization) (Check one box.) <input type="checkbox"/> Individual (includes Joint Debtors) <i>See Exhibit D on page 2 of this form.</i> <input checked="" type="checkbox"/> Corporation (includes LLC and LLP) <input type="checkbox"/> Partnership <input type="checkbox"/> Other (if debtor is not one of the above entities, check this box and state type of entity below <hr/>	Nature of Business (Check one box.) <input type="checkbox"/> Health Care Business <input type="checkbox"/> Single Asset Real Estate as defined in 11 U.S.C. § 101 (51B) <input type="checkbox"/> Railroad <input type="checkbox"/> Stockbroker <input type="checkbox"/> Commodity Broker <input type="checkbox"/> Clearing Bank <input type="checkbox"/> Other <hr/> Tax-Exempt Entity (Check box, if applicable.) <input checked="" type="checkbox"/> Debtor is a tax-exempt organization under Title 26 of the United States Code (the Internal Revenue Code).	Chapter of Bankruptcy Code Under Which the Petition is Filed (Check one box) <input type="checkbox"/> Chapter 7 <input type="checkbox"/> Chapter 9 <input checked="" type="checkbox"/> Chapter 11 <input type="checkbox"/> Chapter 12 <input type="checkbox"/> Chapter 13 <input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Main Proceeding <input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Nonmain Proceeding Nature of Debts (Check one box) <input type="checkbox"/> Debts are primarily consumer debts, defined in 11 U.S.C. § 101(8) as "incurred by an individual primarily for a personal, family, or household purpose" <input checked="" type="checkbox"/> Debts are primarily business debts. Chapter 11 Debtors: Check one box: <input checked="" type="checkbox"/> Debtor is a small business as defined in 11 U.S.C. § 101(51D). <input type="checkbox"/> Debtor is not a small business debtor as defined in 11 U.S.C. § 101(51D). Check if: <input checked="" type="checkbox"/> Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$2,190,000. Check all applicable boxes: <input type="checkbox"/> A plan is being filed with this petition <input type="checkbox"/> Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b).
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Statistical/Administrative Information <input checked="" type="checkbox"/> Debtor estimates that funds will be available for distribution to unsecured creditors. <input type="checkbox"/> Debtor estimates that, after any exempt property is excluded and administrative expenses paid, there will be no funds available for distribution to unsecured creditors. Estimated Number of Creditors <input checked="" type="checkbox"/> 1-49 <input type="checkbox"/> 50-99 <input type="checkbox"/> 100-199 <input type="checkbox"/> 200-999 <input type="checkbox"/> 1,000-5,000 <input type="checkbox"/> 5,001-10,000 <input type="checkbox"/> 10,001-25,000 <input type="checkbox"/> 25,001-50,000 <input type="checkbox"/> 50,001-100,000 <input type="checkbox"/> Over 100,000 Estimated Assets <input type="checkbox"/> \$0 to \$50,000 <input type="checkbox"/> \$50,001 to \$100,000 <input type="checkbox"/> \$100,001 to \$500,000 <input type="checkbox"/> \$500,001 to \$1 million <input checked="" type="checkbox"/> \$1,000,001 to \$10 million <input type="checkbox"/> \$10,000,001 to \$50 million <input type="checkbox"/> \$50,000,001 to \$100 million <input type="checkbox"/> \$100,000,001 to \$500 million <input type="checkbox"/> \$500,000,001 to \$1 billion <input type="checkbox"/> More than \$1 billion Estimated Liabilities <input type="checkbox"/> \$0 to \$50,000 <input type="checkbox"/> \$50,001 to \$100,000 <input type="checkbox"/> \$100,001 to \$500,000 <input checked="" type="checkbox"/> \$500,001 to \$1 million <input type="checkbox"/> \$1,000,001 to \$10 million <input type="checkbox"/> \$10,000,001 to \$50 million <input type="checkbox"/> \$50,000,001 to \$100 million <input type="checkbox"/> \$100,000,001 to \$500 million <input type="checkbox"/> \$500,000,001 to \$1 billion <input type="checkbox"/> More than \$1 billion	THIS SPACE IS FOR COURT USE ONLY
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Voluntary Petition <i>(This page must be completed and filed in every case)</i>		Name of Debtor(s): Grace Community Church of Castroville In, a Corporation	
All Prior Bankruptcy Cases Filed Within Last 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 additional sheet)			
Name of Debtor:	Case Number:	Date Filed:	
District:	Relationship:	Judge:	
<p style="text-align:center;">Exhibit A</p> <p>(To be completed if debtor is required to file periodic reports (e.g., forms 10K and 10Q) with the Securities and Exchange Commission pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 and is requesting relief under Chapter 11)</p> <p><input type="checkbox"/> Exhibit A is attached and made a part of this petition</p>	<p style="text-align:center;">Exhibit B</p> <p>(To be completed if debtor is an individual whose debts are primarily consumer debts)</p> <p>I, the attorney for the petitioner named in the foregoing petition, declare that I have informed the petitioner that [he or she] may proceed under chapter 7, 11, 12 or 13 of title 11, United States Code, and have explained the relief available under each such chapter. I further certify that I have delivered to the debtor the notice required by 11 U.S.C. §342(b).</p> <p style="text-align:center;">X</p> <p style="text-align:right;">8/ 1/2011</p> <p style="text-align:center;">_____ Signature of Attorney for Debtor(s) Date</p>		
Exhibit C			
Does the debtor own or have possession of any property that poses or is alleged to pose a threat of imminent and identifiable harm to public health or safety?			
<input type="checkbox"/> Yes, and exhibit C is attached and made a part of this petition. <input checked="" type="checkbox"/> No			
Exhibit D			
(To be completed by every individual debtor. If a joint petition is filed, each spouse must complete and attach a separate Exhibit D.)			
<input type="checkbox"/> Exhibit D completed and signed by the debtor is attached and made part of this petition. If this is a joint petition: <input type="checkbox"/> Exhibit D also completed and signed by the joint debtor is attached and made a part of this petition.			
Information Regarding the Debtor - Venue (Check any applicable box)			
<input checked="" type="checkbox"/> Debtor has been domiciled or has had a residence, principal place of business, or principal assets in this District for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other District. <input type="checkbox"/> There is a bankruptcy case concerning debtor's affiliate, general partner, or partnership pending in this District. <input type="checkbox"/> Debtor is a debtor in a foreign proceeding and has its principal place of business or principal assets in the United States in this District, or has no principal place of business or assets in the United States but is a defendant in an action proceeding [in a federal or state court] in this District, or the interests of the parties will be served in regard to the relief sought in this District.			
Certification by a Debtor Who Resides as a Tenant of Residential Property (Check all applicable boxes.)			
<input type="checkbox"/> Landlord has a judgment against the debtor for possession of debtor's residence. (If box checked, complete the following.)			
_____ (Name of landlord that obtained judgment)			
_____ (Address of landlord)			
<input type="checkbox"/> Debtor claims that under applicable nonbankruptcy law, there are circumstances under which the debtor would be permitted to cure the entire monetary default that gave rise to the judgment for possession, after the judgment for possession was entered, and <input type="checkbox"/> Debtor has included with this petition the deposit with the court of any rent that would become due during the 30-day period after the filing of the petition. <input type="checkbox"/> Debtor certifies that he/she has served the Landlord with this certification. (11 U.S.C. § 362(l)).			

Voluntary Petition <i>(This page must be completed and filed in every case)</i>	Name of Debtor(s): Grace Community Church of Castroville In, a Corporation
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Signatures

<p style="text-align: center;">Signature(s) of Debtor(s) (Individual/Joint)</p> <p>I declare under penalty of perjury that the information provided in this petition is true and correct.</p> <p>[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.</p> <p>[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)</p> <p>I request relief in accordance with the chapter of title 11, United States Code, specified in this petition.</p> <p>X _____ Signature of Debtor</p> <p>X _____ Signature of Joint Debtor</p> <p>_____ Telephone Number (if not represented by attorney)</p> <p>_____ Date</p>	<p style="text-align: center;">Signature of a Foreign Representative</p> <p>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.</p> <p>(Check only one box.)</p> <p><input type="checkbox"/> I request relief in accordance with chapter 15 of title 11, United States Code. Certified copies of the documents required by 11 U.S.C. § 1515 are attached.</p> <p><input type="checkbox"/> Pursuant to 11 U.S.C. § 1511, I request relief in accordance with the chapter of title 11 specified in this petition. A certified copy of the order granting recognition of the foreign main proceeding is attached.</p> <p>X _____ (Signature of Foreign Representative)</p> <p>_____ (Printed name of Foreign Representative)</p> <p><u>8/ 1/2011</u> (Date)</p>
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<p style="text-align: center;">Signature of Attorney*</p> <p>X /s/ Michael G. Panzarella Signature of Attorney for Debtor(s)</p> <p>Michael G. Panzarella 15450100 Printed Name of Attorney for Debtor(s)</p> <p>Michael G. Panzarella, PLLC Firm Name</p> <p>1314 East Sonterra Blvd. Address</p> <p>Suite 401</p> <p>San Antonio TX 78258</p> <p>210-495-4801 Telephone Number</p> <p>8/ 1/2011 Date</p> <p><small>*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.</small></p>	<p style="text-align: center;">Signature of Non-Attorney Bankruptcy Petition Preparer</p> <p>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.</p> <p>_____ Printed Name and title, if any, of Bankruptcy Petition Preparer</p> <p>_____ 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.)</p> <p>_____ Address</p>
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<p style="text-align: center;">Signature of Debtor (Corporation/Partnership)</p> <p>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.</p> <p>The debtor requests the relief in accordance with the chapter of title 11, United States Code, specified in this petition.</p> <p>X /s/ Kent Carnely Signature of Authorized Individual</p> <p>Kent Carnely Printed Name of Authorized Individual</p> <p>Pastor Title of Authorized Individual</p> <p>8/ 1/2011 Date</p>	<p>X _____ Date</p> <p>Signature of bankruptcy petition preparer or officer, principal, responsible person, or partner whose Social-Security number is provided above.</p> <p>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 individual.</p> <p>If more than one person prepared this document, attach additional sheets conforming to the appropriate official form for each person.</p> <p><i>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 both. 11 U.S.C. § 110; 18 U.S.C. § 156.</i></p>
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UNITED STATES BANKRUPTCY COURT
WESTERN DISTRICT OF TEXAS
SAN ANTONIO DIVISION

In re *Grace Community Church of Castroville In,*
a Corporation

Case No.
Chapter *11*

_____/ Debtor

Attorney for Debtor: *Michael G. Panzarella*

COVER SHEET FOR LIST OF CREDITORS

I hereby certify under penalty of perjury that the attached list of creditors, which consists of 3 pages,
is true, correct and complete to the best of my knowledge.

Date: 8/ 1/2011

 /s/ Kent Carnely

Debtor

 /s/ Michael G. Panzarella

Michael G. Panzarella

Attorney for the debtor(s)

1314 East Sonterra Blvd.

Suite 401

San Antonio, TX 78258

Abeka Book
PO Box 19100
Pensacola, FL 32523-9100

Amanda Coronado
10022 CR 5735
Castroville, TX 78009

Apache Disposal Inc.
PO Box 470
Marion, TX 78124

Arrow Communications
6326 Sovereign Dr. #239
San Antonio, TX 78229

Ashley Carnley
9531 Stata Hwy 151, #13102
San Antonio, TX 78251

AT&T
PO Box 105414
Atlanta, GA 30348-5414

Bianca Ramirez
201 CR 5606
Castroville, TX 78009

Burdett, Morgan et al.
Attention: C. Jared Knight-
701 S. Taylor, Suite 324
Amarillo, TX 79101

CPS Energy
PO Box 2678
San Antonio, TX 78289-0001

Gabriela Alaniz
265 CR 4636
Hondo, TX 78861

GoldStar Trust Company
PO Box 719
Canyon, TX 79015-0719

IRS
Spec. Proced. - Stop 5022 AUS
300 E. 8th Street
Austin, TX 78701

Jacqueline Aguilar
272 CR 4632
Hondo, TX 78861

Jaime Garcia
330 Cherry Ridge
San Antonio, TX 78213

Jan Carnley
117 CR 5720
Castroville, TX 78009

Jodi Penrod
8406 FM 471 S
Castroville, TX 78009

Kent Carnley
117 CR 5720
Castroville, TX 78009

Kimberly Aguirre
1016 Geneva St
Castroville, TX 78009

Leticia Ramirez
210 CR 5606
Castroville, TX 78009

Mary Ann Alvarez
110 North County Rd. 5603
Castroville, TX 78009

Rosita Isbell
6430 CR 4514
Devine, TX 78016

United States Attorney
601 N.W. Loop 410, Suite 600
San Antonio, TX 78216

Waste Management of Texas, Inc
1091 Afton St
Houston, TX 77055

Yolanda Cuellar
120 CR 459
Hondo, TX 78861

B4 (Official Form 4) (12/07)

**UNITED STATES BANKRUPTCY COURT
WESTERN DISTRICT OF TEXAS
San Antonio DIVISION**

In re *Grace Community Church of Castroville In
a Corporation*

Case No. **11-52659**
Chapter **11**

Debtor(s)

LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

Following is the list of the debtor's creditors holding the 20 largest unsecured claims. The list is prepared in accordance with Fed. R. Bankr. P. 1007(d) for filing in this chapter 11 [or chapter 9] case. The list does not include (1) persons who come within the definition of "insider" set forth in 11 U.S.C. § 101, or (2) secured creditors unless the value of the collateral is such that the unsecured deficiency places the creditor among the holders of the 20 largest unsecured claims. If a minor child is one of the creditors holding the 20 largest unsecured claims, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

Name of Creditor and Complete Mailing Address Including Zip Code	Name, Telephone Number and Complete Mailing Address, Including Zip Code, of Employee, Agent, or Department of Creditor Familiar with Claim Who May Be Contacted	Nature of Claim (Trade Debt, Bank Loan, Government Contract, etc.)	Indicate if Claim is Contingent, Unliquidated, Disputed, or Subject to Setoff	Amount of Claim (If Secured Also State Value of Security)
1 <i>IRS Spec. Proced. - Stop 5022 AUS 300 E. 8th Street Austin TX 78701</i>	Phone: <i>IRS Spec. Proced. - Stop 5022 AUS 300 E. 8th Street Austin TX 78701</i>	<i>Unsecured Tax Claims</i>		\$ 4,686.00
2 <i>Jan Carnley 117 CR 5720 Castroville TX 78009</i>	Phone: <i>Jan Carnley 117 CR 5720 Castroville TX 78009</i>			\$ 3,000.00
3 <i>CPS Energy PO Box 2678 San Antonio TX 78289-0001</i>	Phone: <i>CPS Energy PO Box 2678 San Antonio TX 78289-0001</i>	<i>Utility Bills</i>		\$ 2,533.00
4 <i>Abeka Book PO Box 19100 Pensacola FL 32523-9100</i>	Phone: <i>Abeka Book PO Box 19100 Pensacola FL 32523-9100</i>			\$ 2,188.00
5 <i>Kent Carnley 117 CR 5720 Castroville TX 78009</i>	Phone: <i>Kent Carnley 117 CR 5720 Castroville TX 78009</i>			\$ 1,300.00

B4 (Official Form 4) (12/07)

Debtor(s)

LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

Name of Creditor and Complete Mailing Address Including Zip Code	Name, Telephone Number and Complete Mailing Address, Including Zip Code, of Employee, Agent, or Department of Creditor Familiar with Claim Who May Be Contacted	Nature of Claim (Trade Debt, Bank Loan, Government Contract, etc.)	Indicate if Claim is Contingent, Unliquidated, Disputed, or Subject to Setoff	Amount of Claim (If Secured Also State Value of Security)
6 Mary Ann Alvarez 110 North County Rd. 5603 Castroville TX 78009	Phone: Mary Ann Alvarez 110 North County Rd. 5603 Castroville TX 78009			\$ 1,200.00
7 Arrow Communications 6326 Sovereign Dr. #239 San Antonio TX 78229	Phone: Arrow Communications 6326 Sovereign Dr. #239 San Antonio TX 78229			\$ 772.00
8 Kent Carnley 117 CR 5720 Castroville TX 78009	Phone: Kent Carnley 117 CR 5720 Castroville TX 78009			\$ 600.00
9 Jaime Garcia 330 Cherry Ridge San Antonio TX 78213	Phone: Jaime Garcia 330 Cherry Ridge San Antonio TX 78213			\$ 322.00
10 Ashley Carnley 9531 Stata Hwy 151, #13102 San Antonio TX 78251	Phone: Ashley Carnley 9531 Stata Hwy 151, #13102 San Antonio TX 78251			\$ 319.00
11 AT&T PO Box 105414 Atlanta GA 30348-5414	Phone: AT&T PO Box 105414 Atlanta GA 30348-5414			\$ 316.00
12 Bianca Ramirez 201 CR 5606 Castroville TX 78009	Phone: Bianca Ramirez 201 CR 5606 Castroville TX 78009			\$ 288.00
13 Kimberly Aguirre 1016 Geneva St Castroville TX 78009	Phone: Kimberly Aguirre 1016 Geneva St Castroville TX 78009			\$ 278.00

B4 (Official Form 4) (12/07)

Debtor(s)

LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

Name of Creditor and Complete Mailing Address Including Zip Code	Name, Telephone Number and Complete Mailing Address, Including Zip Code, of Employee, Agent, or Department of Creditor Familiar with Claim Who May Be Contacted	Nature of Claim (Trade Debt, Bank Loan, Government Contract, etc.)	Indicate if Claim is Contingent, Unliquidated, Disputed, or Subject to Setoff	Amount of Claim (If Secured Also State Value of Security)
14 Amanda Coronado 10022 CR 5735 Castroville TX 78009	Phone: Amanda Coronado 10022 CR 5735 Castroville TX 78009			\$ 275.00
15 Jacqueline Aguilar 272 CR 4632 Hondo TX 78861	Phone: Jacqueline Aguilar 272 CR 4632 Hondo TX 78861			\$ 225.00
16 Gabriela Alaniz 265 CR 4636 Hondo TX 78861	Phone: Gabriela Alaniz 265 CR 4636 Hondo TX 78861			\$ 208.00
17 Leticia Ramirez 210 CR 5606 Castroville TX 78009	Phone: Leticia Ramirez 210 CR 5606 Castroville TX 78009			\$ 201.00
18 Jodi Penrod 8406 FM 471 S Castroville TX 78009	Phone: Jodi Penrod 8406 FM 471 S Castroville TX 78009			\$ 200.00
19 Rosita Isbell 6430 CR 4514 Devine TX 78016	Phone: Rosita Isbell 6430 CR 4514 Devine TX 78016			\$ 183.00
20 Apache Disposal Inc. PO Box 470 Marion TX 78124	Phone: Apache Disposal Inc. PO Box 470 Marion TX 78124			\$ 115.00

Debtor(s)

LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

DECLARATION UNDER PENALTY OF PERJURY ON BEHALF OF A CORPORATION

I, Kent Carnely, Pastor of the Corporation named as debtor in this case, declare under penalty of perjury that I have read the foregoing List of Creditors Holding Twenty Largest Unsecured Claims and that they are true and correct to the best of my knowledge, information and belief.

Date: 8/1/2011

Signature /s/ Kent Carnely

Name: Kent Carnely

Title: Pastor