

WAIVER OF CHARGES/ COMPROMISE OF PRINCIPAL WORKSHEET

Claimant's Name: John Doe
Case Number: 993000001

Debtor at fault in creating overpayment ?.....	No	
Principal Balance \$.....	12,462.93	
Accrued Charges-		
Administrative:\$	0.00	
Penalty:\$	0.00	
Interest:\$	67.80	
Total Accrued Charges \$.....	67.80	%
Annual Interest Rate	1.00	
Monthly Payment \$.....	225.00	
Debtor's Current Age (years)	40	

Charges must be waived if the claimant is without fault in the creation of the overpayment and the application of charges will extend the period of indebtedness beyond the debtor's life expectancy.

The debtor is without fault in the creation of the overpayment.

The period necessary to repay the debt with charges is 57.05 months, which is less than the claimant's life expectancy of 465.6 months. Therefore, charges cannot be waived. However, compromise of accrued charges and principal must be considered if the application of charges will increase the period of indebtedness by more than 35%.

The debt without charges would take 55.39 months to repay. 135% of this period is 74.78 months. Therefore, the debt with charges must be repaid within 74.78 months.

With charges, the debt would take 57.05 months to repay.

Therefore, accrued charges and principal need not to be compromised.

Form completed by: _____ Date: _____

Certified by: _____ Date: _____