

Insolvency Worksheet

Name: _____

Social Security Number: _____

Part I. Total liabilities immediately before the cancellation (do not include the same liability in more than one category)

Liabilities (Debt)	Date Debt was Discharged:	Amount Owed Day Before Debt was Discharged
1. Credit card debt		1. _____
2. Mortgage(s) on real property (including first and second mortgages and home equity loans) (mortgage(s) can be on personal residence, any additional residence, or property held for investment or used in trade or business)		2. _____
3. Car and other vehicle loans		3. _____
4. Medical bills		4. _____
5. Student loans		5. _____
6. Accrued or past-due mortgage interest		6. _____
7. Accrued or past-due real estate taxes		7. _____
8. Accrued or past-due utilities (water, gas, electric)		8. _____
9. Accrued or past-due child care costs		9. _____
10. Federal or state income taxes remaining due (for prior years)		10. _____
11. Loans owed to IRA accounts, 401(k) accounts, and other retirement accounts		11. _____
12. Loans against insurance policies		12. _____
13. Judgements		13. _____
14. Business debts (including those owed as a sole proprietor or partner)		14. _____
15. Margin debt on stocks and other debt to purchase or secured by investment assets other than real property		15. _____
16. Other liabilities (debts) not included above		16. _____
17. Total liabilities immediately before the cancellation. Add lines 1 through 16.		17. _____

Part II. Fair market value (FMV) of assets owned immediately before the cancellation (do not include the FMV of the same Asset in more than one category)

Assets		FMV Day Before the Cancellation
18. Cash and bank account balances		18. _____
19. Residences (including the value of land) (can be personal residence, and additional residence, or property held for investment or used in trade or business)		19. _____
20. Cars and other vehicles		20. _____
21. Computers		21. _____
22. Household goods and furnishings (for example, appliances, electronics, and furniture)		22. _____
23. Tools		23. _____
24. Jewelry		24. _____
25. Clothing		25. _____
26. Books		26. _____
27. Stocks and bonds		27. _____
28. Investments in coins, stamps, paintings, or other collectibles		28. _____
29. Firearms, sports, photographic, and other hobby equipment		29. _____
30. Interest in retirement accounts (IRA accounts, 401(k) accounts, and other retirement accounts)		30. _____
31. Interest in a pension plan		31. _____
32. Interest in education accounts		32. _____
33. Cash value of life insurance		33. _____
34. Security deposits with landlords, utilities, and others		34. _____
35. Interest in partnerships		35. _____
36. Value of investment in a business		36. _____
37. Other investments (for example, annuity contracts, guaranteed investment contracts, mutual funds, commodity accounts, interest in hedge funds, and options)		37. _____
38. Other assets not included above		38. _____
39. FMV of total assets immediately before the cancellation. Add lines 18 through 38		39. _____

Part III. Insolvency

40. Amount of insolvency. Subtract line 39 from line 17. If zero or less, you are not insolvent. 40. _____

Part IV. Total cancelled debt due to insolvency

41. Amount of insolvency - line 40

42. Total income requested to be excluded due to insolvency (total amount from Cancellation of Debt Worksheet)

43. Total income excluded due to insolvency. Lesser of line 41 and line 42. 43. _____