

Mr. Money

NONBUSINESS BAD DEBT

The following pertains to a nonbusiness bad debt claimed on Schedule D as a short-term capital loss. (Reference IRC Section 166.)

DEBTOR INFORMATION:

1. Name: _____
2. Address: _____
3. Relationship to the taxpayer: _____

NATURE OF THE DEBT — check one:

- Secured note
 - Unsecured note
 - Other (describe): _____
- Due date of debt: __/__/__

EVENT DETERMINING DEBT UNCOLLECTIBLE — check one

- Debtor filed bankruptcy
 - Date debt was discharged: __/__/__
4. Partial recovery (if any): _____
 - Debtor has no assets
 - Debtor whereabouts unknown
 - Attorney advised taxpayer to abandon collection effort
- Name of attorney: _____
- Other (describe) _____

EFFORTS TO COLLECT:

- Court action (describe): _____
- Collection agency (name): _____

AMOUNT OF BAD DEBT:

5. Amount of original debt _____
6. Less principal payments made _____
7. Partial recovery from line 4 _____

Collection Costs:

8. Legal expenses _____
9. Agency fees _____
10. Phone _____
11. Court and filing costs _____
12. Travel and transportation _____
13. Other: _____