

UNITED STATES BANKRUPTCY COURT  
NORTHERN DISTRICT OF INDIANA  
HAMMOND DIVISION

IN RE: )  
 )  
ROBERT C. SCHNARR, ) CASE NO. 13-23974 jpk  
 ) Chapter 13  
Debtor. )

ORDER DENYING OBJECTION TO CLAIM NO. 1 OF TITLE LENDERS, INC. ["OBJECTION"]

The Objection was filed by the debtor as Record No. 25 on January 16, 2014. As the court construes the Objection, it does not relate to the indebtedness stated in the proof of claim, but rather to the use of the contract interest rate as a discount rate for the purposes of 11 U.S.C. § 1325(a)(5). The Objection acknowledges that the entire amount of the debt stated in the claim must be paid as a secured claim, and it does not object to the amount of debt stated to be owed by the debtor to the creditor on the date of the filing of the petition. Issues concerning the discount rate to be provided for under 11 U.S.C. § 1325(a)(5) in order to provide present value to the creditor in relation to the amount of the allowed secured claim are not a proof of claim proceeding matter, but rather a matter which is to be addressed by any plan filed by the debtor and any response by the creditor to that plan.

Because the Objection does not relate to the allowed secured claim of the creditor – either the fact that it is secured or the amount of the debt stated to be owed on the date of the petition – the Objection states no claim which can be determined in the claim process.

IT IS ORDERED that the Objection is denied.<sup>1</sup>

Dated at Hammond, Indiana on March 13, 2014.

/s/ J. Philip Klingeberger  
J. Philip Klingeberger, Judge  
United States Bankruptcy Court

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<sup>1</sup> As stated, denial of the objection is without prejudice to determination of a discount rate with respect to the amount of the allowed secured claim to be provided for in any plan filed by the debtor.

Distribution:

Debtor, Attorney for Debtor

Trustee, US Trustee

Title Lenders, Inc., 790 Estate Drive, Suite 100, Deerfield, IL 60015