

Memo from Assistant U. S. Trustee: Eastern District Chapter 7 Debtor sentenced to prison time after her conviction of making false declarations on schedules

Debtor Sentenced to 18 Months for False Declarations. On December 30, 2014, the District Court for the Eastern District of Texas sentenced Wendy Kleinsorge to 18 months in prison and one year of supervised release following her conviction for making false declarations in connection with her chapter 7 bankruptcy case filed in the U.S. Bankruptcy Court for the Eastern District of Texas, Sherman Division. Kleinsorge failed to schedule a \$200,000 promissory note owed to her by her ex-husband. Kleinsorge also fraudulently characterized her income from the note as "alimony". Kleinsorge divorced her second husband immediately prior to filing, only to remarry him the day after she was granted a discharge. The couple never separated. After obtaining a revocation of discharge, the U. S. Trustee's Tyler field office referred the matter to the U. S. Attorney.

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