Stripping Second Mortgage in a Chapter 13 Bankruptcy

Is your home worth less than the mortgages or loans against it? If you have a second mortgage or a home equity line of credit, with the house securing the loan, filing for Chapter 13 may allow you to strip the second and third and subsequent unsecured loans in order for you to get a fresh start and still keep your home.

At our law firm, we have the legal experience required to help clients through the bankruptcy process. We know that your debt weighs heavily on your shoulders. We act quickly and efficiently to assist you with all of your bankruptcy issues, including stripping junior mortgages.

Unsecured mortgages, or mortgages that are not secured because your house is worth less than you owe on the first mortgage, can be stripped. We handle these through Chapter 13 bankruptcy. We will inform you of the benefits of filing for Chapter 13, including stripping junior mortgages. Our skilled bankruptcy lawyers will help you get an appraisal on your home or challenge the appraisal by your lender.

Stripping a junior mortgage such as a home equity line of credit is a huge benefit to you. You will have less debt and increase your cash flow because the lien will be stripped and you will no longer have to make a payment on this mortgage. Loans that are wholly unsecured, meaning not backed by the value of the home, can be stripped as part of the benefits of the Chapter 13 bankruptcy.

The benefits of stripping a second mortgage are dependent upon your individual situation. We provide personalized attention to you as you consider bankruptcy. We will help you secure a financial fresh start by resolving your debt if you move forward with Chapter 13 bankruptcy.

When considering bankruptcy, we inform you of the potential issues you may face. We protect your interests by using the state exemptions or the federal exemptions to save your assets such as your home or car. We use our extensive knowledge of bankruptcy law to protect your interests.