

NEW REVISED REAFFIRMATION AGREEMENT FORM

The Judicial Conference of the United States' Advisory Committee on Bankruptcy Rules recently promulgated a new, revised form of reaffirmation agreement. The procedural form, Form B 240, can be used when a bankruptcy debtor has agreed to reaffirm a debt to a creditor under Section 524(c) of the Bankruptcy Code.

Although promulgated by the "official" Advisory Committee on Bankruptcy Rules, the form is a procedural form rather than an official bankruptcy form. Use of the form, therefore, is not mandatory, but it is strongly recommended. The new form incorporates requirements added to the Bankruptcy Code by the Bankruptcy Reform Act of 1994 and also adopts many suggestions made in the final report of the National Bankruptcy Review Commission.