

1 Honorable Karen A. Overstreet
2 Hearing date: February 27, 2009; 9:30 a.m.
3 Hearing Place: Room 7206, 700 Stewart Street, Seattle, WA 98101
4 Responses due by: February 20, 2009; by 4:30 p.m.

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7 UNITED STATES BANKRUPTCY COURT
8 WESTERN DISTRICT OF WASHINGTON AT SEATTLE

9 In re:) Chapter 7
10 COURT REPORTING INSTITUTE, INC.) Bankruptcy No. 06-14202
11)
12 Debtor(s).) DECLARATION OF JUDY
13) McKINNEY IN REPLY TO CRI
14) TRUSTEE'S REPLY IN SUPPORT OF
15) MOTION RE ACCOUNTS
16) RECEIVABLE

17 I, Judy McKinney, declare as follows:

18 1. I am over the age of 18 and competent to testify as a witness in this
19 matter and make this declaration based upon my personal knowledge and declare
20 the following to be true and correct under penalty of perjury under the laws of the
21 United States of America.

22 2. I am not an attorney nor have I ever professed to be. I have never
23 professed to represent ex-CRI students and have made that clear to the court. I
24 have a right to represent myself as a creditor of CRI and that is all I have ever
25 done. I do regularly communicate with a group of 50 ex-students, none of which
26 ever had an objection to what I am doing. In fact, I get many emails and phone
calls of encouragement. Most are so far in debt because of CRI, they are paralyzed

DECLARATION OF JUDY McKINNEY IN SUPPORT OF REPLY TO
CRI TRUSTEE'S REPLY IN SUPPORT OF TRUSTEE'S MOTION RE
ACCOUNTS RECEIVABLE -1

Judy McKinney
12250 Greenwood Ave. N.
No. 316
Seattle, WA 98133
Student Creditor

1 financially and many work two jobs just to make ends meet and feed their families.

2 I am in better position to support myself than many of them.

3 2. The Workforce Board, in findings that resulted in their decision to revoke
4 CRI's license to teach court reporting, found that approximately 6% of the students
5 CRI enrolled graduated – 6% - and of those students, only 1% ever became court
6 reporters. After having spent many years there myself I am well aware of their
7 many failings. I have spent a good deal of time, along with other former students,
8 visiting both state and federal senators, attending a Work Force Board hearing on a
9 proposed new law and researching the law in order to try to find relief from the
10 crushing debt of student loans. My involvement in these proceedings as a creditor
11 has not been my only legal involvement against CRI. I was also involved in an
12 extremely contested lawsuit with CRI at the time they filed for bankruptcy and
13 helped the attorney with that case due to the fact that I had accumulated a lot of
14 information through my own personal investigation of them.

15 3. The Workforce Board awarded me \$19,900, however, I submitted a
16 claim for \$50,000 in tuition, books, equipment, fees and interest. I have receipts
17 to support these expenditures. Mine was one of the earlier claims submitted to the
18 WorkForce Board and they decided CRI should just pay back the tuition and nothing
19 else. Ultimately that sum was paid by the state as CRI failed to do so.
20 Subsequently, many other students filed claims and the WorkForce Board
21 discovered just how bad it was at CRI. In fact, the Board had had problems with
22 CRI dating back from almost the time the school started. My claim included the
23 interest I will be paying on my student loans, equipment, and other legitimate costs
24 of attending CRI. The state did not question my claim. It was their decision to
25 have CRI pay back tuition only – and Peggy Rudolph said it had been

1 unprecedented in her experience. The Board was likely also governed by the size of
2 the tuition reimbursement fund they administer in what they decided to award.

3 4. In my objection to the CRI Trustee's motion re accounts receivable I
4 made it clear that I was not in collection.

5 EXECUTED on February 25, 2009 at Seattle, Washington

6 /S/

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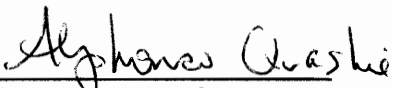
Judy McKinney

8 Original signature on file with court
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1 CERTIFICATE OF SERVICE

2 I hereby certify that on February 25, 2009, I served a true and correct copy of the
3 foregoing document on the following parties by sending a copy via facsimile:

4 Michael B. McCarty, Esq.
5 McCarty & Gebben LLP
6 3245 146th Place SE, Suite 330
7 Bellevue, WA 98007
8 Fax: (425) 378-9473

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10 Alphonso Quashie

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DECLARATION OF JUDY MCKINNEY IN SUPPORT OF RESPONSE
TO SECOND MOTION FOR AN ORDER APPROVING COMPROMISE
OF CLAIMS -4

Judy McKinney
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No. 316
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Student Creditor