

Date: [Date]

To: [Creditor Name or Law Firm Name]

Address: [Street Address]

City, State, Zip: [City, State, Zip Code]

RE: Stipulated Agreement and Settlement of Garnishment

Account Number: [Your Account Number]

Case Number: [Court Case Number, if applicable]

Total Current Balance: \$[Amount]

Dear [Contact Person or Representative Name],

This letter serves as a formal proposal to enter into a stipulated agreement to resolve the outstanding debt and terminate the active garnishment regarding the above-referenced account.

I propose the following settlement terms:

- **Settlement Amount:** I agree to pay a total sum of \$[Total Settlement Amount] as full and final satisfaction of the debt.
- **Payment Schedule:** [Choose one: A lump sum payment to be made by (Date) OR Monthly installments of \$(Amount) starting on (Date)].
- **Release of Garnishment:** Upon execution of this agreement [or receipt of the first payment], [Creditor Name] shall immediately file the necessary documentation with the court and my employer to release the current wage garnishment.
- **Entry of Stipulation:** Both parties agree to file a Stipulation of Dismissal or a Satisfaction of Judgment with the court once the settlement amount is paid in full.

By accepting this agreement, [Creditor Name] agrees to cease all further collection activities, including interest accrual and additional legal fees, provided the payments are made as scheduled.

Please indicate your acceptance of these terms by signing below and returning a copy of this letter to me. Once received, I will initiate the first payment immediately.

Sincerely,

[Your Printed Name]

[Your Phone Number]

[Your Address]

Accepted by [Creditor/Law Firm]:

Signature: _____

Name/Title: _____

Date: _____