

**HOUSE BILL NO. 233**

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY THE HOUSE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

Introduced: 5/12/99

Referred: Community and Regional Affairs, Judiciary

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act granting authority to each municipality to be a debtor under 11 U.S.C.  
2 (Federal Bankruptcy Act) and to take any appropriate action authorized by federal  
3 law relating to bankruptcy of a municipality."

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

5 \* **Section 1.** AS 29.71 is amended by adding a new section to read:

6 **Sec. 29.71.025. Municipal bankruptcy.** The state grants authority to each  
7 municipality to be a debtor under 11 U.S.C. (Federal Bankruptcy Act) and to take any  
8 appropriate action authorized by federal law relating to bankruptcy of a municipality.