SB222 ENGROSSED



- 1 SB222
- 2 PSS7IEG-2
- 3 By Senator Hatcher
- 4 RFD: Fiscal Responsibility and Economic Development
- 5 First Read: 04-Mar-25

SB222 Engrossed



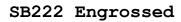
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5	A BILL
6	TO BE ENTITLED
7	AN ACT
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9	Relating to medical clinic boards; to add Section
10	11-58-5.2 to the Code of Alabama 1975; to authorize medical
11	clinic boards to readjust debt pursuant to federal bankruptcy
12	law in certain circumstances.
13	BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:
14	Section 1. Section 11-58-5.2 is added to the Code of
15	Alabama 1975, to read as follows:
16	§11-58-5.2
17	(a) This section shall apply to any medical clinic
18	board that leases property to a licensed acute care hospital
19	or general health care provider that has voluntarily filed for
20	Chapter 11 bankruptcy under the United States Bankruptcy Code.
21	
22	(b) A medical clinic board meeting the requirements of
23	subsection (a) shall have the power to take all steps and
24	proceedings contemplated or permitted by any act of the
25	Congress of the United States relating to the readjustment of
26	municipal indebtedness including, without limitation, the
27	commencement of a case under the United States Bankruptcy
28	Code, and the State of Alabama hereby gives its assent thereto



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29	and hereby authorizes such a medical clinic board to proceed
30	under the federal acts for the readjustment of its debts.
31	(c) A member of the board of directors of a medical
32	clinic board authorized under this section to pursue
33	readjustment of its debts shall be immune from suit and not
3 4	subject to civil liability arising from any action taken
35	pursuant to that authority, to the same extent allowed under
36	Section 36-1-12.

37 Section 2. This act shall become effective immediately.





38 39 40

0 Senate

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41	Read for the first time and referred04-Mar-25
42	to the Senate committee on Fiscal
43	Responsibility and Economic
44	Development
45	
46	Read for the second time and placed05-Mar-25
47	on the calendar:
48 49	1 amendment
50	Read for the third time and passed06-Mar-25
51	as amended
52	Yeas 26
53	Nays 0
54	Abstains 1
55	
56	
57	Patrick Harris,
58	Secretary.
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