DRAFT ONLY
NOT APPROVED FOR INTRODUCTION

HOUSE BILL NO.

Hospital bankruptcy proceedings.

Sponsored by: Joint Labor, Health & Social Services Interim Committee

A BILL

for

AN ACT relating to counties; authorizing trustees of county memorial hospitals and boards of county commissioners to initiate bankruptcy proceedings on behalf of county memorial hospitals as specified; and providing for an effective date.

Be It Enacted by the Legislature of the State of Wyoming:

Section 1. W.S. 18-8-109(a)(intro), (b) and (c) is amended to read:

18-8-109. Dissolution; bankruptcy.

(a) Subject to the requirements of this section, the trustees of a memorial hospital may vote to file bankruptcy under chapter 9 of the United States bankruptcy code or to dissolve and terminate the county memorial hospital. The plan to dissolve and terminate the county memorial hospital shall provide for the following:

(b) Before any vote by the trustees to file bankruptcy or plan to dissolve and terminate a county memorial hospital is effective, ~~the plan~~ the bankruptcy petition and initial plan for the adjustment of debts or the dissolution and termination plan shall be approved by the board of county commissioners.

(c) If the board of county commissioners approves the bankruptcy petition and initial plan for adjustment of debts or the dissolution and termination plan, the board of trustees may take all action necessary to obtain confirmation of the plan of adjustment and closure of the case under chapter 9 of the United States bankruptcy code or take all action necessary to effectuate the plan and dissolve and terminate the county memorial hospital.

Section 2. This act is effective July 1, 2026.

(END)