

SECOND REGULAR SESSION

# SENATE BILL NO. 956

98TH GENERAL ASSEMBLY

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INTRODUCED BY SENATOR CHAPPELLE-NADAL.

Read 1st time January 21, 2016, and ordered printed.

ADRIANE D. CROUSE, Secretary.

6074S.011

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## AN ACT

To amend chapter 71, RSMo, by adding thereto one new section relating to municipal debt.

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*Be it enacted by the General Assembly of the State of Missouri, as follows:*

Section A. Chapter 71, RSMo, is amended by adding thereto one new  
2 section, to be known as section 71.980, to read as follows:

**71.980. Notwithstanding any provision to the contrary, the state  
2 shall not be held liable for, and shall not pay, the debts of a  
3 municipality that is financially insolvent. For purposes of this section,  
4 a municipality is financially insolvent if it is not paying its debts as  
5 they become due, unless such debts are the subject of a bona fide  
6 dispute, or is unable to pay its debts as they become due.**

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