Eighty-Fifth Congress, Session II
Public Law 85-824 — 72 Stat. 984 (H. R. 12217)
August 28, 1958

AN ACT *To amend paragraph (2) of subdivision (c) of section 77 of the Bankruptcy Act, as amended.*

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That paragraph (2) of subdivision (c) of section 77 of the Bankruptcy Act, as amended (11 U.S.C. 205 (c) (2)), is amended by inserting in said paragraph, immediately preceding the last sentence thereof, the following: "In operating the business of the debtor with respect to safety, location of tracks, and terminal facilities, the trustee or trustees shall be subject to lawful orders of State regulatory bodies of statewide jurisdiction to the same extent as would the debtor if a petition respecting it had not been filed under subsection (a) of this section except that (A) any such order which would require the expenditure, or the incurring of an obligation for the expenditure, of money from the debtor's estate shall not become effective (a) unless the trustee or trustees, with the approval of the court, shall consent thereto, or (b) unless the Commission, upon appropriate application or applications by an interested party or interested parties, shall find that compliance with the order will not impair the ability of the trustee or trustees to perform his or their duties to the public, will not constitute an undue burden upon interstate commerce, will be compatible with the public interest, and will not interfere with the formulation and approval of a satisfactory plan of reorganization for the debtor, and (B) compliance shall be made with any applicable provision of the Interstate Commerce Act."

APPROVED August 28, 1958.