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Puerto Rico's Bankruptcy Plan Is Almost Done, and It Could Start a Fight.

After three years of negotiations, Puerto Rico's federal overseers are at last finishing up a plan to complete the restructuring of the island's roughly \$124 billion in debt. To resolve the biggest government financial collapse in United States history, they have had to untangle the island's thorny finances, negotiate with creditors and figure out how to do it without endangering the livelihoods of retirees who rely solely on their pensions.

That may have been the easy part.

Some of the island's creditors — including the hedge fund Aurelius Capital Management, which held up Argentina's debt settlement for years for a better deal — will almost certainly challenge the plan on the ground that it violates the territory's 1952 Constitution.

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By Mary Williams Walsh

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