

BILL SUMMARY
2nd Session of the 52nd Legislature

Bill No.:	SB1012
Version:	FULLPCS2
Author:	Representative Sullivan Senator Coates
Date:	2/23/2010
Impact:	\$0

Bill Summary

Research Analyst: Arnella Karges

Proposed committee substitute #2 for Engrossed SB1012 requires property owners to specify in writing the frequency and time period for payments to be made to prime contractors for private construction projects. The measure outlines bid plan language to show timeline for payments.

The measure also allows private negotiated contracts and requires prime contractors to clearly establish the contractor's payment terms for subcontractors.

The measure also provides for suspension and resuming work for delinquent payments and subsequent compliance.

The new law will not apply to construction of a single residence, duplex, tri-plex or four-plex family dwelling.

Fiscal Summary

Fiscal Analyst: Marilyn Anderson

FULLPCS2 for SB1012 requires an owner on all private construction projects in which plans and/or specifications are issued for bid, to specify in writing the frequency and time period for payments to the prime contractor. Owners who fail to comply will be required to make monthly progress payments.

Fiscal Analysis

FULLPCS2 for SB1012 has no significant fiscal impact.

Long Term Fiscal Considerations

None

Fiscal Analysis Reviewed By:

Janice Buchanan

House Fiscal Director