

HB 2550 -- CONSTRUCTION CONTRACT CLAUSES

SPONSOR: Griesheimer

This bill states that no party to a construction contract shall withhold from a lower-tiered party undisputed amounts due to the lower-tiered party under the terms of the construction contract or this bill.

The bill also states that if a contractor is not paid by the terms of its contract the contractor may suspend performance of its work after 7 days' written notice, without penalty, until the payment is made. The rights described in the bill are not waived and will not be diminished under the terms of a contract.

The provisions within the bill will not apply to the repair or remodeling of the addition to owner-occupied residential property of four units or fewer, if the owner occupies the property.