

Introduced: 3/18/69
Referred: Labor and
Management and Commerce

BY YOUNG, ANDERSON, FINK
AND HOLM

1 IN THE HOUSE

2 HOUSE BILL NO. 308

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to obligations of prime contractors
7 to their subcontractors."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 * Section 1. AS 08.18 is amended by adding a new section to read:

10 Sec. 08.18.082. PRIME CONTRACTOR'S OBLIGATION TO HIS SUB-
11 CONTRACTOR. A prime contractor on a construction job shall discharge
12 his undisputed obligations to his subcontractors no later than 30 days
13 from the time he receives payment on the job in question. Periodic
14 payments in a proportion equal to the advancement of construction are
15 payments under this section in that proportion which a given subcon-
16 tractor contributes to the advancement of construction. Agreements
17 between parties extending the obligation of a prime contractor to pay
18 his subcontractor beyond 30 days of the prime contractor's receipt of
19 payment may not be used as a defense by the prime contractor in a charge
20 of violating this section.

21 * Sec. 2. AS 08.18.121 is amended by adding a new subsection to read:

22 (f) If a licensed contractor fails to fulfill his obligations as
23 set out in sec. 82 of this chapter, his license shall be suspended for
24 a period of time the commissioner determines is appropriate. After
25 three suspensions under this subsection his license may be permanently
26 revoked.

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