

Introduced: 2/12/81  
Referred: Labor & Commerce

1 IN THE HOUSE

BY BROWN BY REQUEST

2 HOUSE BILL NO. 146

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to payment procedures on construction  
7 contracts."

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

9 \* Section 1. AS 35.15 is amended by adding a new section to read:

10 Sec. 35.15.155. CONTRACT PAYMENTS. (a) The department shall pay  
11 a contractor 20 percent of the amount of the contract on or before the  
12 date the department gives the contractor notice to proceed with the  
13 work covered by the contract.

14 (b) The department shall pay the contractor the amount due under  
15 the contract within 15 days after the contractor submits a bill to the  
16 department for materials or services.

17 (c) If the department fails to make a payment due under this  
18 section, it shall pay interest to the contractor under AS 45.45.010(a)  
19 on the amount due. If a failure to make a payment due under this  
20 section continues for 60 days or more, the department shall pay the  
21 contractor a penalty of 10 percent of the amount due plus interest.  
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