

General Assembly

January Session, 2025

Proposed Bill No. 5685



Referred to Committee on GENERAL LAW

Introduced by: REP. VAIL, 52nd Dist.

## AN ACT PROHIBITING THE USE OF PAY-IF-PAID CLAUSES IN CONSTRUCTION CONTRACTS AND CONCERNING THE TIMELY PAYMENT OF CONSTRUCTION SUBCONTRACTORS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 That (1) the general statutes be amended to prohibit the use of pay-if-2 paid clauses in construction contracts, and (2) section 42-158j of the 3 general statutes be amended to ensure payment from a contractor to a 4 subcontractor is made (A) not later than seven days after the date the 5 contractor receives payment from the owner that encompasses labor 6 performed or materials furnished by the subcontractor, or (B) sixty days 7 after the date of satisfactory completion of the labor performed or 8 materials furnished by the subcontractor, whichever is sooner.

## Statement of Purpose:

To prohibit the use of pay-if-paid clauses in construction contracts and to ensure timely payment to construction subcontractors.