

**Bill Summary**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB 1114</b>
<b>Version:</b>	<b>CS</b>
<b>Request No.:</b>	<b>2141</b>
<b>Author:</b>	<b>Sen. Pederson</b>
<b>Date:</b>	<b>04/12/2019</b>

**Committee Substitute (CS)**

The CS for HB 1114 increases the value of an awarded contract or subcontract from \$50,000.00 to \$100,000.00 as it relates to a contractor or subcontractor obtaining a bond and letter of credit for public works projects. Awards made to contractors and subcontractors for at-risk construction management or agency construction management projects that exceed \$50,000.00 shall be required to obtain a bond and letter of credit. A contractor or subcontractor may, in lieu of a bond, submit proof of an affidavit of the payment of all indebtedness incurred by the contractor, the contractor's subcontractors, and all suppliers of labor, material, rented machinery or equipment, and repair of and parts for equipment used or consumed in the performance of the contract. The measure also requires a holder of retainage to not exceed a retainage rate of 2.5% until 50% of the work is completed, at which point the maximum retainage is capped at 5%.

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