HOUSE SUMMARY OF SENATE AMENDMENTS

HB 758 2020 Regular Session Zeringue

PUBLIC CONTRACTS: Provides relative to payments under public contract

Synopsis of Senate Amendments

- 1. Adds provision limiting <u>proposed law</u> to flood protection and integrated coastal protection projects.
- 2. Adds provision requiring the 45-day period provided in <u>present law</u> for materialmen, laborers, and subcontractors to file claims for payment for work performed on the project to have expired before liquidated damages may be withheld pursuant to <u>proposed law</u>.

Present law establishes guidelines and restrictions for public contracts.

<u>Proposed law</u> defines "liquidated damages" as they relate to public contracts as a fixed sum of damages stipulated in a public works construction contract intended to compensate a public entity for performance delay damages.

Present law prohibits a public entity from withholding payments for public works contracts.

<u>Proposed law</u> adds an exception for flood protection and integrated coastal protection projects, authorizing the withholding of liquidated damages from monies due a contractor *if* the contract allows such withholding *and* the 45-day claim period for subcontractors, laborers, and materialmen has expired.

(Adds R.S. 38:2211(A)(14) and 2248(C))