CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 6192

Chapter 199, Laws of 2024

68th Legislature 2024 Regular Session

CONSTRUCTION PROJECT CHANGE ORDERS

EFFECTIVE DATE: June 6, 2024

Passed by the Senate February 12, CERTIFICATE 2024 I, Sarah Bannister, Secretary of Yeas 48 Nays 0 the Senate of the State of Washington, do hereby certify that DENNY HECK the attached is **SUBSTITUTE SENATE** BILL 6192 as passed by the Senate President of the Senate and the House of Representatives on the dates hereon set forth. Passed by the House February 28, 2024 Yeas 94 Nays 0 SARAH BANNISTER Secretary LAURIE JINKINS Speaker of the House of Representatives Approved March 19, 2024 10:09 AM FILED March 19, 2024

JAY INSLEE

Secretary of State State of Washington

Governor of the State of Washington

SUBSTITUTE SENATE BILL 6192

Passed Legislature - 2024 Regular Session

State of Washington 68th Legislature 2024 Regular Session

By Senate Labor & Commerce (originally sponsored by Senators King, Stanford, Mullet, and Nobles)

READ FIRST TIME 01/30/24.

- AN ACT Relating to additional work and change orders on public 1
- 2 and private construction projects; and amending RCW 39.04.360.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON: 3
- 4 Sec. 1. RCW 39.04.360 and 2009 c 193 s 1 are each amended to
- 5 read as follows:
- 6 later than ((thirty)) <u>30</u> days after satisfactory 7 completion of any additional work or portion of any additional work
- by a contractor, subcontractor, or supplier on a public works project 8
- or private construction project, except private residential projects 9
- 10 of 12 units or less, and receipt by the owner, state, or municipality
- 11 of a request from the contractor for issuance of a change order to 12 the contract, the owner, ((the)) state, or municipality shall issue a
- 13 change order to the contract for the full dollar amount of the work
- 14 not in dispute ((between the state or municipality and)) to the
- 15 contractor. Within 10 days of receipt of a change order from the
- 16 owner, state, municipality, or upper-tier contractor, the contractor
- 17 or subcontractor must issue change orders to lower-tier
- 18 subcontractors impacted by the change. If the owner, state, or
- 19 municipality does not issue such a change order within the ((thirty))
- 20 30 days, or the contractor or upper-tier subcontractor does not issue
- a change order to lower-tier subcontractors within 10 days after 21

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- 1 receipt of the approved change order, interest must accrue on the dollar amount of the additional work satisfactorily completed and not 2 3 in dispute until a change order is issued. The owner, contractor, subcontractor, state, or municipality shall pay ((this)) their 4 proportionate share of the interest at a rate of one percent per 5 6 month. For the purposes of this section, as it pertains to obligations of an owner, state, or municipality, additional work is 7 work beyond the scope defined in the contract between the contractor 8 9 and the <u>owner</u>, state, or municipality.
- (2) No later than 30 days after satisfactory completion of any 10 additional work or portion of any additional work authorized by the 11 owner, state, or municipality and a request by a subcontractor or 12 supplier, the contractor must request a change order from the owner, 13 state, or municipality. A lower-tier subcontractor or supplier must 14 15 request a change order from the upper-tier contractor 30 days after the completion of the additional work and a request from the lower-16 17 tier subcontractor. If a contractor or subcontractor has requested the change order from the owner, upper-tier contractor, state, or 18 municipality within 30 days of the request from the subcontractor or 19 supplier, the contractor or subcontractor is not liable for any 20 interest on the unpaid dollar amount for any additional work 21 satisfactorily completed and not in dispute if the owner, upper-tier 22 contractor, state, or municipality has not issued the requested 23 change order. This section does not provide any rights to a 24 contractor, subcontractor, or supplier against a party with whom they 25 26 are not a party to a written contract.
- 27 (3) An aggrieved party may bring a civil action for violations of 28 this section in a court of competent jurisdiction for appropriate 29 relief, including interest and reasonable attorneys' fees and costs.

Passed by the Senate February 12, 2024.
Passed by the House February 28, 2024.
Approved by the Governor March 19, 2024.
Filed in Office of Secretary of State March 19, 2024.

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