



# **123rd MAINE LEGISLATURE**

# FIRST REGULAR SESSION-2007

Legislative Document

No. 121

H.P. 113

House of Representatives, January 9, 2007

## An Act To Strengthen the Home Construction Contract Laws

Reference to the Committee on Business, Research and Economic Development suggested and ordered printed.

Millicent M. Mac Jailand

MILLICENT M. MacFARLAND Clerk

Presented by Representative CRAVEN of Lewiston. Cosponsored by Senator ROTUNDO of Androscoggin and Representatives: HASKELL of Portland, MAKAS of Lewiston, SAMSON of Auburn, SIMPSON of Auburn, SMITH of Monmouth, TREAT of Farmingdale, WAGNER of Lewiston, WALCOTT of Lewiston.

- 1 Be it enacted by the People of the State of Maine as follows:
- 2 Sec. 1. 10 MRSA §1487-A is enacted to read:

### 3 <u>§1487-A. Bond</u>

- 4 <u>A contractor who enters into a contract under this chapter must post a bond of</u> 5 \$10,000 to ensure compliance with this chatper.
- 6 Sec. 2. 10 MRSA §1490, sub-§3 is enacted to read:

7 3. Court costs and attorney's fees. A judgment against a contractor for a violation
8 of the contract executed pursuant to this chapter must include court costs and reasonable
9 attorney's fees.

- 10 Sec. 3. 10 MRSA §1490-A is enacted to read:
- 11 §1490-A. Resolution of disputes

12 Upon complaint from a party to a contract executed pursuant to this chapter, the 13 Attorney General shall enforce the alternative dispute resolution terms agreed to by the 14 parties pursuant to section 1487, subsection 8.

#### 15 SUMMARY

16 This bill amends the laws relating to construction contracts by:

Directing the Attorney General to enforce the provision of the contract requiring
the contractor to submit to dispute resolution;

Requiring a contractor that is subject to the construction contract provisions to
post a \$10,000 bond to ensure the contract's warranty provision; and

3. Requiring a judgment against a contractor for a violation of a contract to include
court costs and reasonable attorney's fees.