HOUSE BILL No. 5164

September 25, 1991, Introduced by Rep. Palamara and referred to the Committee on Judiciary.

A bill to void certain provisions in construction contracts that limit damages; and to provide for remedies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. A provision in a public or private construction
- 2 contract that waives, releases, or extinguishes the right of a
- 3 contractor, subcontractor, or supplier to recover damages caused
- 4 by the delay in performance due to the actions or omissions of
- 5 the owner or a person acting for the owner is void and unenforce-
- 6 able as being against public policy.
- 7 Sec. 2. As used in this act, "construction contract" means
- 8 a written agreement between a contractor and an owner for the
- 9 construction, erection, reconstruction, alteration, conversion,
- 10 demolition, repair, moving, or equipping of a building or
- 11 structure.

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