### Prompt Payment, Dispute & Adjudication Process

#### **Owner Receives Invoice**

 Contractor submits proper invoice to owner (monthly or as specified in contract)



### **Owner Disputes Invoice**

 Owner disputes invoice and delivers notice of nonpayment within 14 days



## Contractor Delivers Notice of Non-Payment to Subcontractor

Contractor delivers notice of non-payment within 7 days



# Contractor/Subcontractor Refers Dispute to Adjudication



Decision within 30-44 days (or as agreed)



## Owner Does Not Comply Within 10 Days

**Contractor/Subcontractor:** 

- suspends work until payment is made and
- begins enforcement actions on the decision

### Owner Complies with the Decision

- 1. Owner complies with the decision and pays contractor within 10 days
- 2. Contractor pays subcontractor within 7 days
- 3. Sub-contractor pays subcontractor within 7 days



Contracter starts lien proceedings after adjudication

Parties agree to treat the adjudication decision as final



Note: The contractor or subcontractor may initiate a lien claim at any time. If an adjudication has started, the time period to register a lien would be extended for 45 days.