- 1 SJR83
- 2 218944-4
- 3 By Senator Albritton
- 4 RFD:
- 5 First Read: 17-MAR-22

| 1  | SJR83  |
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| 2  |  |
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| 4  | ENROLLED, SJR83,   |
| 5  | ESTABLISHING THE ALABAMA CONSTRUCTION CONTRACT                 |
| 6  | INDEMNIFICATION INTERIM STUDY COMMISSION.                      |
| 7  |  |
| 8  | WHEREAS, there is an issue within the Alabama                  |
| 9  | construction industry concerning the liability of contractors, |
| 10 | subcontractors, and materials manufacturers and providers; and |
| 11 | WHEREAS, the law related to the indemnification                |
| 12 | provisions in contracts among the parties engaged in the       |
| 13 | completion and execution of construction projects should be    |
| 14 | reviewed; now therefore,                                       |
| 15 | BE IT RESOLVED BY THE LEGISLATURE OF ALABAMA, BOTH             |
| 16 | HOUSES THEREOF CONCURRING, That there is established the       |
| 17 | Alabama Construction Contract Indemnification Interim Study    |
| 18 | Commission.  |
| 19 | (a) The study commission shall be chaired by the               |
| 20 | chair of the Senate Finance and Taxation General Fund          |
| 21 | Committee and shall be comprised of the following additional   |
| 22 | members, each appointed by the chair:                          |
| 23 | (1) A member of the Alabama House of Representatives           |
| 24 | appointed by the chair to serve as vice chair.                 |

| 1  | (2) A representative of the Associated Builders and  |
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| 2  | Contractors of Alabama.                              |
| 3  | (3) A representative of the Associated Builders and  |
| 4  | Contractors of North Alabama.                        |
| 5  | (4) A representative of the American Council of      |
| 6  | Engineering Companies of Alabama.                    |
| 7  | (5) A representative of the Alabama Concrete         |
| 8  | Industries Association.                              |
| 9  | (6) A representative of the Subcontractors           |
| 10 | Association of Alabama.                              |
| 11 | (7) A representative of the Alabama Associated       |
| 12 | General Contractors.                                 |
| 13 | (8) A representative of the Alabama Contractors      |
| 14 | Association.   |
| 15 | (9) A representative of the Alabama Road Builders    |
| 16 | Association.   |
| 17 | (10) A representative of the Higher Education        |
| 18 | Partnership of Alabama.                              |
| 19 | (11) A representative of the Alabama Association for |
| 20 | Justice.   |
| 21 | (12) A representative of the Alabama Community       |
| 22 | College System.                                      |
| 23 | (13) A representative of the Alabama Department of   |

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Finance.

| 1 | (14)           | Such  | other  | members | as | determined | necessary | and |
|---|----------------|-------|--------|---------|----|------------|-----------|-----|
| 2 | appropriate by | the o | chair. |         |    |            |           |     |

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- (b) The chair of the study commission shall schedule the study commission's first meeting upon the adjournment of the 2022 Regular Legislative Session. Following the first meeting, the study commission shall schedule properly noticed public meetings as necessary to gain input from all representatives interested in liability assignment clauses within construction contracts.
- (c) (1) At the request of the chair or vice chair, the Secretary of the Senate and the Clerk of the House of Representatives shall provide administrative and clerical assistance to the study commission.
- (2) The Legislative Services Agency shall provide research, compile information, and draft recommended changes to Alabama law, as requested by the study commission.
- (d) The commission shall have both of the following duties and responsibilities:
- (1) Examine existing laws and practices concerning indemnification clauses and agreements within construction contracts in Alabama.
- (2) Determine the methods of contracting that are consistent and equitable for all parties entering into agreements for the completion of construction projects.

| 1 | (e) The study commission shall publish its findings            |
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| 2 | and any recommended changes to the law by December 1, 2022, or |
| 3 | as soon as practicable thereafter. The study commission shall  |
| 4 | stand dissolved following its publication, but in no event     |
| 5 | later than January 31, 2023.                                   |
| 6 | (f) Following its passage, a copy of this resolution           |
| 7 | shall be provided to the chair of the Senate Finance and       |
| 8 | Taxation General Fund Committee.                               |

## SJR83

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| 4   | President and Presiding Officer of the Senate  |
| 5   |  |
| 6   | Speaker of the House of Representatives  |
| 7<br>8<br>9<br>10<br>11<br>12<br>13<br>14 | SJR83 Senate 17-MAR-22 I hereby certify that the within Senate Joint Resolution originated in and was adopted by the Senate.  Patrick Harris, Secretary. |
| 16<br>17<br>18                            | House of Representatives Adopted: 31-MAR-22  |
| 20<br>21                                  | By: Senator Albritton  |