LC002444

2015 -- H 6088

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2015

$A\ N\quad A\ C\ T$

RELATING TO PUBLIC PROPERTY AND WORKS -- STATE PURCHASES

Introduced By: Representatives McKiernan, Craven, Blazejewski, Williams, and O'Brien Date Introduced: April 16, 2015

<u>Referred To:</u> House Finance

It is enacted by the General Assembly as follows:

1	SECTION 1. Title 37 of the General Laws entitled "PUBLIC PROPERTY AND
2	WORKS" is hereby amended by adding thereto the following chapter:
3	CHAPTER 2.6
4	PROMPT PAYMENT ACT
5	<u>37-2.6-1. Prompt payment to private enterprises. – (a) As used in this chapter "private</u>
6	enterprise" means an individual or a business which provides goods or services to the state of
7	Rhode Island and which is not a governmental entity.
8	(b) All private enterprises that supply goods or services to the state of Rhode Island shall
9	submit a timely written invoice seeking payment.
10	(c) The state shall promptly pay in full the provided invoice within sixty (60) days of its
11	receipt unless the state contests all or part of the invoice. In that case, the state shall pay, within
12	sixty (60) days, the uncontested portion of the invoice. The contested portion of the invoice can
13	be resolved via arbitration, litigation or other procedure. Such arbitration, litigation, or other
14	procedure shall be initiated within ninety (90) days of notice and description of the contested
15	portion of the invoice to the private enterprise.
16	SECTION 2. This act shall take effect upon passage.



EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO PUBLIC PROPERTY AND WORKS -- STATE PURCHASES

- 1 This act would require the state to pay its vendors in full within sixty (60) days of receipt
- 2 of its invoice and to timely contest that portion of the invoice which it questions.
- 3 This act would take effect upon passage.

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