Senate Bill 143

By: Senators Tippins of the 37th, Dugan of the 30th, Gooch of the 51st, Miller of the 49th and Kennedy of the 18th

AS PASSED

A BILL TO BE ENTITLED AN ACT

1 To amend Part 3 of Article 8 of Chapter 14 of Title 44 of the Official Code of Georgia
2 Annotated, relating to mechanics and materialmen, so as to conform a reference within a
3 statutory form regarding waiver of lien and labor or material bond rights; to provide for
4 related matters; to repeal conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6

SECTION 1.

7 Part 3 of Article 8 of Chapter 14 of Title 44 of the Official Code of Georgia Annotated,
8 relating to mechanics and materialmen, is amended by revising paragraph (2) of subsection
9 (g) of Code Section 44-14-366, relating to waiver of lien or claim upon bond in advance of
10 furnishing labor, services, or materials void, interim waiver and release upon payment,
11 unconditional waiver and release upon final payment, and affidavit of nonpayment, as
12 follows:

13 "(2) Such lien and labor or material bond waivers and releases shall conclusively be
14 deemed effective upon the earliest to occur of:

15 (A) Actual receipt of funds in the amount set forth in the waiver and release;

16	(B) Execution by the claimant of a separate written acknowledgment of payment in
17	full; or
18	(C) Ninety days after the date of the execution of the waiver and release, unless prior
19	to the expiration of said 90 day period the claimant files in the county in which the
20	property is located an affidavit of nonpayment, using substantially the language in the
21	following form, where such language shall be in at least 12 point font and need not be
22	in boldface capital letters:
23	'AFFIDAVIT OF NONPAYMENT UNDER
24	O.C.G.A. 44-14-366
25	STATE OF GEORGIA
26	COUNTY OF
27	THE UNDERSIGNED MECHANIC AND/OR MATERIALMAN HAS BEEN
28	EMPLOYED BY (NAME OF
29	CONTRACTOR) TO FURNISH (DESCRIBE
30	MATERIALS AND/OR LABOR) FOR THE CONSTRUCTION OF
31	IMPROVEMENTS KNOWN AS (TITLE OF THE
32	PROJECT OR BUILDING) WHICH IS LOCATED IN THE CITY OF
33	, COUNTY OF, AND IS OWNED BY
34	(NAME OF OWNER) AND MORE
35	PARTICULARLY DESCRIBED AS FOLLOWS:
36	
37	
38	

39	(DESCRIBE THE PROPERTY UPON WHICH THE IMPROVEMENTS
40	WERE MADE BY USING EITHER A METES AND BOUNDS
41	DESCRIPTION, THE LAND LOT DISTRICT, BLOCK AND LOT
42	NUMBER, OR STREET ADDRESS OF THE PROJECT.)
43	PURSUANT TO O.C.G.A. 44-14-366 THE UNDERSIGNED EXECUTED A
44	LIEN WAIVER AND RELEASE WITH RESPECT TO THIS PROPERTY
45	DATED, THE AMOUNT SET FORTH IN SAID
46	WAIVER AND RELEASE (\$) HAS NOT BEEN PAID IN FULL AND
47	\$ OF THE AMOUNT SET FORTH IN SAID WAIVER
48	AND RELEASE REMAINS UNPAID, AND THE UNDERSIGNED HEREBY

- 49 GIVES NOTICE OF SUCH NONPAYMENT.
- 50
 THE ABOVE FACTS ARE SWORN TRUE AND CORRECT BY THE

 51
 UNDERSIGNED, THIS _____ DAY OF _____, ___.
- 52
 _____(SEAL)

 53
 CLAIMANT'S SIGNATURE
- 54
- 55 SWORN TO AND EXECUTED
- 56 IN THE PRESENCE OF:
- 57 _____
- 58WITNESS
- 59
- 60 **NOTARY PUBLIC**

61 WITHIN SEVEN DAYS OF FILING THIS AFFIDAVIT OF NONPAYMENT, THE 62 FILING PARTY SHALL SEND A COPY OF THE AFFIDAVIT BY REGISTERED 63 OR CERTIFIED MAIL OR STATUTORY OVERNIGHT DELIVERY TO THE 64 OWNER OF THE PROPERTY. IF THE FILING PARTY IS NOT IN PRIVITY OF CONTRACT WITH THE PROPERTY OWNER AND A NOTICE OF 65 66 COMMENCEMENT IS FILED FOR THE IMPROVEMENT ON THE PROPERTY 67 FOR WHICH THE FILING PARTY'S LABOR, SERVICES, OR MATERIALS 68 WERE FURNISHED, A COPY OF THE AFFIDAVIT SHALL BE SENT TO THE 69 CONTRACTOR AT THE ADDRESS SHOWN ON THE NOTICE OF 70 COMMENCEMENT. WHENEVER THE OWNER OF THE PROPERTY IS AN 71 ENTITY ON FILE WITH THE SECRETARY OF STATE'S CORPORATIONS 72 DIVISION, SENDING A COPY OF THE LIEN AFFIDAVIT TO THE COMPANY'S 73 ADDRESS OR THE REGISTERED AGENT'S ADDRESS ON FILE WITH THE SECRETARY OF STATE SHALL BE DEEMED SUFFICIENT." 74

75 **SECTION 2.**

76 All laws and parts of laws in conflict with this Act are repealed.