

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1853

Session of
1975

INTRODUCED BY KOWALYSHYN, RUGGIERO, SPENCER, DORR, REED,
SCHWEDER, WANSACZ, GEORGE, ZWIKL, USTYNOSKI, MUSTO, McCALL,
DOMBROWSKI, ROMANELLI, GOODMAN, PRENDERGAST AND W. W. FOSTER,
OCTOBER 15, 1975

REFERRED TO COMMITTEE ON JUDICIARY, OCTOBER 15, 1975

AN ACT

1 Amending the act of August 24, 1963 (P.L.1175, No.497), entitled
2 "An act to codify, amend, revise and consolidate the laws
3 relating to mechanics' liens," imposing duties on lending
4 institutions with respect to certain subcontractors and
5 suppliers.

6 The General Assembly of the Commonwealth of Pennsylvania
7 hereby enacts as follows:

8 Section 1. The act of August 24, 1963 (P.L.1175, No.497),
9 known as the "Mechanics' Lien Law of 1963," is amended by adding
10 a section to read:

11 Section 408. Notice to Lending Institutions by
12 Subcontractors and Suppliers.--When a subcontractor or supplier
13 notifies in writing a lending institution that is financing the
14 erection, construction, alteration or repair of a property that
15 he has unpaid bills due him from the general contractor for
16 labor performed on or materials supplied for a property on which
17 the general contractor has waived his right to file a claim, the
18 lending institution shall not make any additional payments, if

1 any are due under the financing agreement, to the general
2 contractor unless the name of the subcontractor or supplier
3 appears on the draft along with the name of the general
4 contractor.

5 Section 2. This act shall take effect immediately.