SUPPLEMENTARY GENERAL CONDITIONS
For use only in the Province of Alberta

The Owner and the Contractor agree that in this agreement, Article A-5 - PAYMENT is amended as follows:

Delete paragraphs 5.1.2 and 5.1.3 and substitute:

.2 upon Substantial Performance of the Work, pay to the Contractor the major lien fund together with such Value Added Taxes as may be applicable to such payment, as set out in GC 5.5 - PAYMENT OF HOLDBACK UPON SUBSTANTIAL PERFORMANCE OF THE WORK, and

.3 upon the issuance of the final certificate for payment, pay to the Contractor the unpaid balance of the Contract Price and the minor lien fund when due, together with such Value Added Taxes as may be applicable to such payment, as set out in paragraph 5.7.4 of these Supplementary General Conditions.

The Owner and the Contractor agree that in this agreement, the General Conditions are amended as follows:

Delete GC 5.4.1 and substitute:

5.4.1 When the Contractor is of the opinion that the Work is substantially performed, the Contractor shall prepare and submit to the Owner, with a copy to the Consultant:

.1 a comprehensive list of items to be completed or corrected -- failure to include an item on the list does not alter the responsibility of the Contractor to complete the Contract -- and

.2 a certificate of Substantial Performance of the Work for verification by the Consultant.
Delete GC 5.4.2 and substitute:

5.4.2 The Consultant will review the Work to verify the validity of the certificate of **Substantial Performance of the Work** and shall promptly, and in any event, no later than 15 calendar days after receipt of the Contractor’s list and certificate of **Substantial Performance of the Work**:

.1 advise the Contractor in writing, with a copy to the Owner, that the Work is not substantially performed and give reasons why, or

.2 verify in writing the certificate of **Substantial Performance of the Work**, with a copy to the Owner and the Contractor.

Within 3 calendar days after the date of issue of the certificate, as verified by the Consultant, the Contractor shall post the certificate in a conspicuous place at the Place of the Work to which the certificate relates.

Delete GC 5.5 in its entirety and substitute:

**GC 5.5 PAYMENT OF HOLDBACK UPON SUBSTANTIAL PERFORMANCE OF THE WORK**

5.5.1 After the Consultant verifies the certificate of **Substantial Performance of the Work**, the Contractor shall:

.1 submit an application for payment of the major lien fund,

.2 submit CCDC 9A ‘Statutory Declaration’ to state that all accounts for labour, subcontracts, Products, Construction Equipment, and other indebtedness which may have been incurred by the Contractor in the **Substantial Performance of the Work** and for which the Owner might in any way be held responsible have been paid in full, except for amounts properly retained as a holdback or as an identified amount in dispute.

5.5.2 After the receipt of an application for payment from the Contractor and the statement as provided in paragraph 5.5.1, the Consultant will issue a certificate for payment of the major lien fund.

5.5.3 The Owner shall, within 10 calendar days after the date of the certificate for payment of the major lien fund, place the major lien fund in a bank account in the joint names of the Owner and the Contractor.

5.5.4 When 45 calendar days have expired from the date of issue of the certificate of **Substantial Performance of the Work**, as verified by the Consultant, and if no builders’ liens have been registered for the Work, the Owner shall promptly release the major lien fund to the Contractor.

5.5.5 If a builders’ lien has been registered for the Work, the Owner will not make any further payments to the Contractor until that builders’ lien has been discharged.

Revised June 2012
Delete GC 5.6 in its entirety and substitute:

**GC 5.6 PROGRESSIVE RELEASE OF HOLDBACK**

5.6.1 When the Contractor or a Subcontractor is of the opinion that the work of that Subcontractor is substantially performed, the Contractor or that Subcontractor shall prepare and submit to the Owner, with a copy to the Consultant:

1. a comprehensive list of the items to be completed or corrected -- failure to include an item on the list does not alter the responsibility of the Contractor and that Subcontractor to complete the work of that subcontract -- and

2. a certificate of substantial performance in respect of that Subcontractor’s subcontract, for verification by the Consultant.

5.6.2 The Consultant will review the Subcontractor’s work to verify the validity of the certificate of substantial performance in respect of that Subcontractor’s subcontract and shall promptly, and in any event, no later than 15 calendar days after receipt of the Subcontractor’s list and certificate:

1. advise the Contractor and Subcontractor in writing, with a copy to the Owner, that the Subcontractor’s work is not substantially performed and give reasons why, or

2. verify in writing the certificate of substantial performance in respect of that Subcontractor’s subcontract, with a copy to the Owner, the Contractor and Subcontractor.

Within 3 calendar days after the date of issue of the certificate, as verified by the Consultant, the person issuing the certificate shall post the certificate in a conspicuous place at the Place of the Work to which the certificate relates.

5.6.3 After the Consultant verifies the certificate of substantial performance in respect of a Subcontractor’s subcontract, the Subcontractor shall submit CCDC 9B ‘Statutory Declaration’ to state that all accounts for labour, subcontracts, Products, Construction Equipment, and other indebtedness which may have been incurred by the Subcontractor in the performance of that Subcontractor’s work and for which the Owner or the Contractor might in any way be held responsible have been paid in full, except for amounts properly retained as a holdback or as an identified amount in dispute.

5.6.4 After the receipt of an application for payment from the Contractor and the Subcontractor’s statement as provided in paragraph 5.6.3, the Consultant will issue a certificate for payment of that Subcontractor’s portion of the major lien fund and provide a copy of such certificate to the Owner, the Contractor, and the Subcontractor.
5.6.5 When 45 days have expired from the date of issue of the certificate of substantial performance in respect of that Subcontractor’s subcontract, as verified by the Consultant, and no builders’ liens have been registered for the Work, the Owner shall promptly release that Subcontractor’s portion of the major lien fund to the Contractor. If no builders’ liens have been registered for the Work, the Contractor shall promptly release that portion of the major lien fund to that Subcontractor.

5.6.6 Notwithstanding the provisions of the preceding paragraphs, and notwithstanding the wording of such certificates, the Contractor and that Subcontractor shall ensure that such subcontract work or Products are protected pending the issuance of a final certificate for payment and be responsible for the correction of defects or work not performed regardless of whether or not such was apparent when such certificates were issued.

Delete GC 5.7.4 and substitute:

5.7.4 Subject to the provision of paragraph 10.4.1 of G.C. 10.4 - WORKERS’ COMPENSATION, and subject to no builders’ liens being registered for the Work, the Owner shall at the expiration of 45 calendar days from total completion of the Work referred to in the Builders’ Lien Act of Alberta, pay the Contractor as provided for in Article A-5 of the Agreement - PAYMENT.

Add new GC 12.2.10:

12.2.10 All provisions of GC 12.2 – WAIVER OF CLAIMS, are subject to the provisions of the Limitations Act of Alberta and amendments thereto.

Delete GC 12.3.1 and substitute:

12.3.1 Except for extended warranties as described in paragraph 12.3.6, the warranty period under the Contract is one year from the date of Substantial Performance of the Work, as verified by the Consultant.