

The contractor may retain from each payment to a subcontractor not more than the lesser of five percent or the amount specified in the contract between the contractor and the subcontractor.

2. PROMPT PAYMENT. A progress payment or final payment to a subcontractor for satisfactory performance of the subcontractor's work shall be made no later than:

a. Seven days after the contractor receives payment for that subcontractor's work.

b. A reasonable time after the contractor could have received payment for the subcontractor's work, if the reason for nonpayment is not the subcontractor's fault.

A contractor's acceptance of payment for one subcontractor's work is not a waiver of claims, and does not prejudice the rights of the contractor, as to any other claim related to the contract or project.

3. INTEREST PAYMENTS. If the contractor receives an interest payment under section 573.14, the contractor shall pay the subcontractor a share of the interest payment proportional to the payment for that subcontractor's work.

Approved May 28, 1987

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## CHAPTER 156

### URBAN REVITALIZATION TAX EXEMPTIONS

#### *S.F. 519*

**AN ACT** relating to the time for claiming urban revitalization tax exemptions.

*Be It Enacted by the General Assembly of the State of Iowa:*

Section 1. Section 404.4, unnumbered paragraph 2, Code 1987, is amended to read as follows:

An application shall be filed for each new exemption claimed. The first application for an exemption shall be filed by the owner of the property with the governing body of the city in which the property is located by February 1 of the assessment year for which the exemption is first claimed, but not later than the year in which all improvements included in the project are first assessed for taxation, unless, upon the request of the owner at any time, the governing body of the city provides by resolution that the owner may file an application by February 1 of any other assessment year selected by the governing body. The application shall contain, but not be limited to, the following information: The nature of the improvement, its cost, the estimated or actual date of completion, the tenants that occupied the owner's building on the date the city adopted the resolution referred to in section 404.2, subsection 1, and which exemption in section 404.3 or in the different schedule, if one has been adopted, will be elected.

Approved May 28, 1987