

**AMENDMENT TO RULES COMMITTEE PRINT**

**118-36**

**OFFERED BY MR. STAUBER OF MINNESOTA**

At the end of subtitle F of title VIII, insert the following new section:

1 **SEC. 8\_\_\_ . EQUITABLE ADJUSTMENTS TO CONSTRUCTION**  
2 **CONTRACTS.**

3 (a) IN GENERAL.—Section 15 of the Small Business  
4 Act (15 U.S.C. 644) is amended—

5 (1) by redesignating subsections (x) and (y) as  
6 subsections (y) and (z), respectively; and

7 (2) by inserting after subsection (w) the fol-  
8 lowing new subsection:

9 “(x) INTERIM PARTIAL PAYMENTS FOR EQUITABLE  
10 ADJUSTMENTS TO CONSTRUCTION CONTRACTS.—

11 “(1) REQUEST FOR AN EQUITABLE ADJUST-  
12 MENT.—A small business concern that was awarded  
13 a construction contract by an agency may submit a  
14 request for an equitable adjustment to the con-  
15 tracting officer of such agency if the contracting of-  
16 ficer directs a change in the terms of the contract  
17 performance without the agreement of the small  
18 business concern. Such request shall—

1           “(A) be timely made pursuant to the terms  
2           of the contract; and

3           “(B) specify the estimated amount re-  
4           quired to cover additional costs resulting from  
5           such change in the terms.

6           “(2) AMOUNT.—Upon receipt of a request for  
7           equitable adjustment from a small business concern  
8           under paragraph (1), the agency shall provide to  
9           such concern an interim partial payment in an  
10          amount equal to not less than 50 percent of the esti-  
11          mated amount under paragraph (1)(B).

12          “(3) LIMITATION.—Any interim partial pay-  
13          ment made under this section may not be deemed to  
14          be an action to definitize the request for an equi-  
15          table adjustment.

16          “(4) FLOW-DOWN OF INTERIM PARTIAL PAY-  
17          MENT AMOUNTS.—A small business concern that re-  
18          ceives an equitable adjustment under this subsection  
19          shall pay to a first tier subcontractor of such con-  
20          cern the portion of each interim partial payment re-  
21          ceived that is attributable to the increased costs of  
22          performance incurred by such subcontractor due to  
23          the change in the terms of the contract performance  
24          described in paragraph (1). A first tier subcon-  
25          tractor that receives a portion of an interim partial

1 payment under this section shall pay to a subcon-  
2 tractor (at any tier) the appropriate portion of such  
3 payment.”.

4 (b) IMPLEMENTATION.—The Administrator of the  
5 Small Business Administration shall implement the re-  
6 quirements of this section not later than the earlier of the  
7 following dates:

8 (1) The first day of the first full fiscal year be-  
9 ginning after the date of the enactment of this Act.

10 (2) October 1, 2025.

