

Proposed Prompt Payment Timeline

Ontario is proposing new rules to prevent late payments on construction projects. The following deadlines would come into effect as soon as an invoice is submitted to the owner of the project.



28
DAYS



7
DAYS



7
DAYS



1. Owner receives invoice

The invoice is submitted by the contractor to the owner.

2. Owner pays invoice

The owner is required to pay the general contractor within 28 days of receiving the invoice.

3. Contractor pays subcontractor

The general contractor is required to pay the subcontractor within 7 days after receiving payment from the owner.

4. Subcontractor pays other subcontractors

The subcontractor is required to pay other subcontractors within 7 days. The 7 day period continues until all parties involved in supplying services or materials for the project are paid.