

SENATE MILITARY AND VETERANS' AFFAIRS
COMMITTEE

STATEMENT TO

SENATE, No. 2577

STATE OF NEW JERSEY

DATED: MAY 19, 2022

The Senate Military and Veterans Affairs Committee reports favorably Senate Bill No. 2577.

This bill increases State contracting agencies goals for set-aside contracts for disabled veterans' business from three percent to six percent and permits liquidated damages provisions for such set-asides. Liquidated damages are monetary compensation for a breach of contract.

This bill also provides that it would be void, unenforceable, and against public policy for a provision in a contract entered into to limit a contractor's remedy for the contracting unit's negligence, bad faith, active interference, tortious conduct, or other reasons unanticipated by the parties that delay the contractor's performance, to giving the contractor an extension of time for performance under the contract.