



Contract Review Lawyer for Residential Building Contract

For owners, building their dream home is an exciting and rewarding time. For most people, their construction contract is the biggest financial investment of their life. All of us have heard on the news about building disputes and challenges with the construction industry so building your dream home can be a stressful and daunting process, particularly when things don't go according to plan.

Getting your contract reviewed is the first step to getting peace of mind and confidence with what you are signing up for. The last thing you want is to realise you signed up for a bad contract a few weeks or months into your build.

Why You Need a Contract Review Lawyer?

A specialist construction lawyer can help you with a range of issues related to your residential construction project. They can <u>review your contract</u> and advise you on any potential issues or risks that you may face, and help you negotiate any changes to the contract. The best construction lawyer is someone who has experience with all stages of the construction project, from pre-contract execution to dispute resolution through court or the Tribunal.

Common Types of Issues Owners can avoid with Contract Review

A specialist construction lawyer can help you with a range of issues related to your residential construction project.

A construction contract lawyer can review your construction contract and advise you on any potential issues or risks that you may face, and help you to negotiate any changes to the contract. An experienced contracts lawyer can also draft the appropriate special conditions to reflect your intentions.

The best construction Lawyer to engage is someone who has experience with all stages of the construction project from pre-contract execution to dispute resolution through court or the Tribunal. The lawyer should have strong knowledge and experience with the construction law but also experience with practical ways to mitigate and resolve disputes.

You can be confident that you are getting the right legal advice.





- Unclear or ambiguous terms: A contract lawyer can review your contract and ensure that all terms are clear and unambiguous, avoiding confusion and disputes down the line.
- Inadequate protection for your rights: A lawyer can advise you on what rights you should have in the contract and ensure that they are adequately protected.
- Unfair or one-sided terms: A lawyer can review the contract to ensure that the terms are fair and balanced for both parties.
- Missing important clauses: A lawyer can ensure that all necessary clauses are included in the contract, such as those related to payment, dispute resolution, and termination.
- Incorrectly worded clauses: A contract review lawyer can check that the clauses are worded correctly to avoid any confusion or misinterpretation.
- Unforeseen liabilities or risks: A lawyer can identify any potential liabilities or risks in the contract that you may not have considered and advise you on how to mitigate them.
- Unenforceable terms: A lawyer can check that the contract is legally binding and enforceable, avoiding any issues with enforceability in the future.
- Unclear or unrealistic timelines: A lawyer can advise on timelines that are reasonable and realistic, avoiding disputes and delays.
- Front-loaded payment schedule. A practical risk to front loaded Payment Schedules is that enders may not lend to owners with front loaded Payment Schedules. A front loaded payment schedule is where the value of the works completed on site is less than the Owner is obligated to pay under the payment schedule. A risk owners should consider is that the Home Warranty Insurance policy is not likely to insure owners for overpaid works under front-loaded payment schedules.
- Lack of clear specifications and scope of work. This is the most common cause of building disputes. Prior to signing the contract is an exciting time and owners often overlook the details of the contract. This can lead to disputes over the scope of works, the quality of work, and the final outcome of the project.
- Unclear dispute resolution mechanisms, which can make it difficult to resolve disputes that arise during the construction process.
- Lack of protection against design errors and omissions, which can lead to costly mistakes and delays in the construction process.
- Deficient terms for the owner to terminate the contract due to the Builder's poor performance. The MBA, HIA, and OFT are the leading industry construction contract templates used in NSW. All 3 of these templates do not provide owners with adequate protection to ensure builders reasonably perform their obligations under the contract.
- Inadequate or unfair variation clause. Changes to the contract are common in construction. This is a common cause of disputes. This is probably because it is related to the scope of work and usually impacts the contract price.

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- Approvals and compliance. Many Builders pass responsibility for approvals and compliance onto homeowners. Most owners do not understand the government bureaucracy, industry intricacies and processes for approvals and compliance required for their build. This is a common cause of delay with construction works commencing.
- Unclear rights and responsibilities of the parties which can lead to disputes over the use of the property.
- Lack of protection against delays and disruptions, which can lead to additional costs and delays in the construction process.
- Inadequate protection against the impact of construction on the surrounding community including council and neighbours property.
- Unclear provisions for the protection of the homeowners' property and personal belongings during construction, which can lead to damage or loss.
- Lack of protection against the impact of construction on the health and well-being of the homeowners and their families, such as exposure to toxic materials and air pollution.
- Unclear provisions for the protection of the homeowners' rights to access and use the property during and after construction.

Benefits of Working with a Specialist Construction Lawyer

When it comes to legal advice for your residential construction project, it's important to choose a lawyer who specialises in construction law. A specialist contracts review lawyer has a deep understanding of the laws and regulations that apply to the building and construction industry, and can provide you with the best advice for your specific situation.

This specialised knowledge is essential for ensuring that your contract is legally compliant and that your rights are protected.

Experience: A <u>specialist construction lawyer</u> has experience dealing with the specific issues that arise in residential construction contracts, such as disputes over quality of work, delays, and variations to the contract. This experience allows them to anticipate and address potential problems before they become major issues.

Resources: A specialist construction lawyer has access to a network of experts in the construction industry, including architects, engineers, and building inspectors. This allows them to provide you with a comprehensive and effective legal service.

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A generalist lawyer, on the other hand, may not have the same level of knowledge and experience in construction law, and may not be able to provide you with the same level of expertise.

When it comes to residential construction law, there are a number of laws and regulations that apply in New South Wales, including:

- 1. The <u>Home Building Act 1989</u>: This Act sets out the legal rights and responsibilities of homeowners and builders, and regulates the building and construction industry in New South Wales.
- 2. The Home Building Regulation 2014: These regulations under the Home Building Act 1989 provide further detail on specific areas of the Act, such as contract requirements, dispute resolution, and insurance.
- 3. The Building and Construction Industry Security of Payment Act 1989: This Act regulates the payment of money for building and construction work, and provides a mechanism for resolving disputes about payment.

The above 3 legislation are examples of laws applicable to residential construction in NSW that a construction solicitor can advise on. There are other laws such as the Design and Building Practitioners Act and relevant common law that should be considered when reviewing building contracts.

What a Contract Review Lawyer Can Do For You

• Ensure Clear and Unambiguous Terms Your contract review lawyer can make sure that all terms are clear and unambiguous, avoiding confusion and disputes down the line.

• Protect Your Rights

A contract review lawyer can advise you on what rights you should have in the contract and ensure that they are adequately protected.

• Balance the Terms

A lawyer can review the contract to ensure that the terms are fair and balanced for both parties.

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Include Necessary Clauses

Your lawyer can ensure that all necessary clauses are included in the contract, such as those related to payment, dispute resolution, and termination.

Check Clause Wording

Your lawyer can check that the clauses are worded correctly to avoid any confusion or misinterpretation.

• Identify Liabilities and Risks

Your lawyer can identify any potential liabilities or risks in the contract that you may not have considered and advise you on how to mitigate them.

• Ensure Legal Binding and Enforceability

Your lawyer can check that the contract is legally binding and enforceable, avoiding any issues with enforceability in the future.

How a Specialist Construction Lawyer Can Help You

If you are planning a residential construction project in New South Wales, it's important to engage a specialist construction review lawyer to advise you on your legal rights and responsibilities. A specialist construction lawyer can provide you with the best advice for your specific situation, and can help you to resolve any disputes that may arise.

If you are in need of a <u>construction contract lawyer</u>, contact us today to discuss your specific needs and how we can help you. With our expertise and experience, we will be able to guide you through the process, and ensure that your rights are protected.

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