**Section 48 Prompt Payment and Construction Lien Act**

**(Formerly Builders’ Lien Act) Costs Formula**

June 13, 2023

1. Minimum costs /interest security of $1,000.
2. First $25,000 of lien amount claimed: 20%.
3. The next $975,000 (i.e. up to $1,000,000): 10%.
4. Amounts claimed over $1,000,000: 5%.

Therefore, a lien claim for $1,100,000 would attract security calculated as follows:

20% of $25,000: $5,000

10% of $975,000: $97,500

5% of $100,000: $5,000

TOTAL: $107,500

Any security would always be open to revision if an actual draft bill of costs can be prepared, once the parties and issues, and therefore expected steps for resolution, can be identified.