

# Construction Dispute Resolution Clause Sample

## Clause: Dispute Resolution

### 1. Negotiation

In the event of any dispute, claim, or controversy arising out of or relating to this Agreement or the breach, termination, enforcement, interpretation, or validity thereof, the parties agree to first attempt to resolve the matter through good faith negotiations.

### 2. Mediation

If the dispute is not resolved by negotiation within fourteen (14) days, the parties agree to submit the dispute to non-binding mediation administered by a mutually agreed mediator in the location of the Project.

### 3. Arbitration

If the dispute is not resolved by mediation within thirty (30) days of the mediator's appointment, the matter shall be finally settled by binding arbitration in accordance with the rules of the [Insert Arbitration Institution, e.g., American Arbitration Association]. Judgment on the award rendered by the arbitrator may be entered in any court having jurisdiction thereof.

### 4. Continued Performance

Unless otherwise agreed in writing, the Contractor and Owner shall continue to perform their respective obligations under this Agreement during the course of any dispute resolution proceedings.

### 5. Governing Law

This clause shall be governed by and construed in accordance with the laws of the state or jurisdiction in which the Project is located.