

SUDAS Revision Submittal Form

Status Date:	<u>As of 5/20/2025</u>	Topic:	<u>Progress payment retainage</u>
Manual:	<u>Specifications</u>	Manual Location:	<u>Section 1090, 1.05, B</u>

Requested Revision:

1.05 PROGRESS PAYMENTS

- A. Limits:** Progress payments made under the contract, unless provided otherwise by law, shall be made according to Iowa Code Chapter 573, and shall be made on the basis of monthly estimates of labor performed and material delivered and incorporated in to the work, as determined by the Engineer. Payment may be made for materials not incorporated into the project if they can be specifically identified and cost verified by invoice. Progress payment requests shall be accompanied by the documentation required in [Section 1090, 1.07, B - Sales Tax and Use Tax](#).
- B. Retainage:** The Jurisdiction shall retain from each monthly progress payment ~~5%~~ 3% of the amount determined to be due according to the estimate of the Engineer.
- C. Quantities:** Quantities used for progress payments shall be considered as only approximate and provisional and shall be subject to recalculation, adjustment, and correction by the Engineer in subsequent partial payments and in the final payment. Inclusion of any quantities in a progress payment, or failure to disapprove the work at the time of any progress payment, shall not be construed as acceptance of the corresponding work or materials.

Reason for Revision: SF 574 signed into law on 4/25/2025.

Comments: See below.

Final Regional Action Summary: Staff was unaware of this bill until it was signed, which meant no regional committee reviews.

Board of Directors Action: Approved.