

RESOLUTION NO. R-2020-10

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BASTROP, TEXAS, ESTABLISHING A REQUIRED RETAINAGE OF TEN PERCENT (10%) BE HELD AS PART OF PUBLIC CONSTRUCTION PROJECTS; AUTHORIZING THE CITY MANAGER TO EXECUTE ALL NECESSARY DOCUMENTS; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council has appointed the City Manager as the Chief Administrative Officer of the City; and

WHEREAS, the City Manager is responsible for the proper administration of all affairs of the City; and

WHEREAS, the City Council understands retainage provides a strong financial incentive to complete a project. Withholding retainage gives the contractor an economic incentive to stay on the job, work until completion, and correct any remaining details; and

WHEREAS, the City Council as understands ten percent retainage provides readily available funds to remedy a default if a general contractor fails to complete a project, retainage provides an immediate source of funds for the owner to use to cure the performance default, particularly if it occurs at the latter stages of the project.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF BASTROP, TEXAS:

Section 1: That the City Manager and City Staff will require contract retainage to be ten percent 10% for all future contracts.

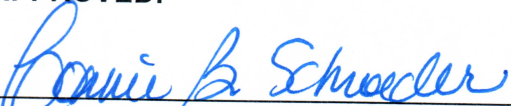
Section 2: That the City Council of the City of Bastrop requires all future contracts hold a retainage amount of ten percent (10%) to provide consistency and a financial incentive to contractors to correct any deficiencies related to Public Construction Projects.

Section 3: All orders, ordinances, and resolutions, or parts thereof, which are in conflict or inconsistent with any provision of this Resolution are hereby repealed to the extent of such conflict, and the provisions of this Resolution shall be and remain controlling as to the matters resolved herein.

Section 4: That this Resolution shall take effect immediately upon its passage, and it resolved.

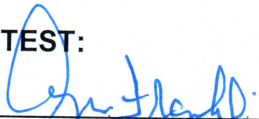
DULY RESOLVED AND ADOPTED by the City Council of the City of Bastrop this 14th day of January, 2020.

APPROVED:



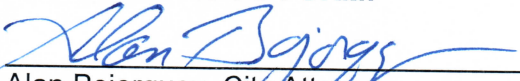
Connie B. Schroeder, Mayor

ATTEST:



Ann Franklin, City Secretary

APPROVED AS TO FORM:



Alan Bojorquez, City Attorney