

1 **8454 NON-INSTRUCTIONAL OPERATIONS**

2 Contractor Surety Bonds and Insurance

3 Each contractor's bid must be accompanied by a bid bond or other security authorized by state law in the
4 amount of at least ten percent (10%) of the total bid amount, excluding taxes. Any bid which is not
5 successful shall entitle the bidder to a refund of its security or bond. The successful bidder shall have its
6 bond or security retained until such a time as it is determined that the bidder shall complete the contract.
7 All bids received shall specify whether the District or the contractor shall carry fire, liability, or other
8 insurance during construction.

9 The successful bidder is required to make, execute and deliver to the Board a good and sufficient
10 performance bond with two (2) or more sureties or a surety company which shall state that the contractor
11 shall execute and faithfully perform the provisions of the contract and shall pay all subcontractors and
12 materialmen as required by law.

13 Legal Reference:

- 14 § 18-1-201, MCA Requirements for bidder's security
- 15 § 18-1-202, MCA Advertisement for bid to specify required security
- 16 § 18-1-203, MCA Form of security
- 17 § 17-3-1005, MCA Enforcement of Liens – duty of county clerks

18 Policy History:

- 19 Adopted on: July 1, 2000
- 20 Revised on: August 11, 2014