

## **SECTION 103—AWARD AND EXECUTION OF CONTRACTS**

### **103.05 - Requirements of Contract Bond**

Within 15 calendar days after notification of award of the Contract the successful bidder shall furnish the following bonds for contracts in excess of \$250,000.00:

- (a) a performance bond in the sum of the Contract amount, conditioned upon the faithful performance of the Contract in strict conformity with the plans, Specifications and conditions of the Contract, and
- (b) a payment bond in the sum of the Contract amount, conditioned upon the prompt payment for all labor, materials, public utility services and rental of equipment used in the prosecution of the work for the Contract.

Bidders will not be awarded an unbonded contract when their bid plus the balance of other unbonded contracts exceeds \$250,000.00 or as otherwise limited by their current prequalification status.

The bonds shall be made on official forms furnished by the Department and shall be executed by the bidder and a surety company carrying a minimum "Best Rating" of "B +" and authorized to do business in Virginia in accordance with the laws of Virginia and the rules and regulations of the State Corporation Commission. To be considered properly executed, the bonds shall include authorized signatures and titles.