

Policy

PROTECTIONS AND GUARANTEES

Included in any construction, renovation, repair or remodeling contract shall be provisions to protect the district from monetary loss or from loss due to the project not being completed according to the terms of the contract. Such provisions would include:

- A. Surety bonds;
- B. Guarantee of safe working conditions during construction;
- C. Contractor's insurance during construction;
- D. Guarantees for adjustments and corrections after completion;
- E. Guaranteed completion date;
- F. Provision for student and staff safety.

The bonds, certificates and guarantees required by the board or statute shall be specified in the bidding documents. The successful bidder shall file all documents pertaining to guarantee and performance bonds with the business administrator/board secretary.

Adopted: November 25, 2008
NJSBA Review/Update: October 2016
Readopted: May 9, 2017

Key Words

Surety Bonds, Construction Guarantees

Legal References: N.J.S.A. 18A:7G-1
through -44 et al. Educational Facilities Construction and Financing Act
N.J.S.A. 18A:11-2 Power to sue and be sued; report; census of school children
N.J.A.C. 5:23-1.1 et seq. Uniform Construction Code
N.J.A.C. 6A:26-1.1 et seq. Educational Facilities

Cross References: 7110* Long-range facility planning
7115* Developing educational specifications
7400 Bids
7430 Change orders
7450 Supervision/clerk-of-the-works

*Indicates policy is included in the Critical Policy Reference Manual.