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| **Section Cover Page** |
| **Section 00 43 13**  **2015-04-17 Bid Security** |

Use this Section to specify bid security when the estimated contract price is between $100,000 and $250,000, inclusive. The purpose of bid security is to ensure that a Bidder whose bid is accepted will enter into a formal contract, as failure to do so will result in forfeiture of the bid security.

Bid security is normally specified in conjunction with contract performance security and security for payment of claims. Do not specify one without the other.

This Master Specification Section contains:

.1 This Cover Sheet

.2 Specification Section Text:

.1 Type and Amount of Bid Security

.2 Bid Bond

.3 Certified Cheque or Bank Draft

.4 Bidder Default

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| **Change Log** |
| **Section 00 43 13**  **2015-04-17 Bid Security** |

**Changes made in this Section Update (2015-04-17):**

**Changes**

1. Deleted amount for bid bond; maintain the 10% of bid price.
2. Added the term of the bid bond
3. Updated footers and Headers

**Changes made in this Section Update (2015-03-12):**

**General Changes**

1. References to “Alberta Infrastructure” changed to “Infrastructure”
2. References to “Minister” changed to Province
3. Updated footers and Headers

**Other Changes**

1. Added consignment requirements for Bid Bonds
2. Type and Amount of BID SECURITY

.1 Provide bid security in the form of a bid bond, certified cheque or bank draft for 10% of the bid price.

.2 Bids not accompanied by bid security will be considered non-compliant and will be rejected.

1. BID Bond

.1 Bid bond shall be based on the Canadian Construction Documents Committee (CCDC) standard form of bid bond, CCDC 220, 2002 edition.

.2 Consign bonds to "Her Majesty the Queen in right of Alberta, as represented by the Minister of Infrastructure".

.3 The bond shall be enforceable for the earlier of the bid acceptance period as specified in the Instructions to Bidders or until the bond’s principal enters into the formal contract and gives the specified Performance Security and Security for Payment of Claims.

.4 A bid bond that is improperly completed or executed may cause the bid to be rejected as non-compliant if, in the Province’s judgment, such improper completion or execution of the bid bond potentially renders the bid bond unenforceable.

.5 Bid bond may, upon request and at the Province’s sole discretion, be returned to unsuccessful bidders.

1. Certified Cheque OR Bank Draft

.1 Make certified cheque or bank draft payable to the “Government of Alberta”.

.2 The Province will return certified cheques or bank drafts to unsuccessful bidders promptly after expiry of the bid acceptance period or, at the Province’s sole discretion, before expiry of the bid acceptance period.

4. DEFAULT BY BIDDER

.1 If a Bidder, whose bid is unconditionally accepted within the acceptance period specified in the Bid Documents, refuses or fails within 15 days after the date of the written acceptance of the bid to provide contract security for performance of the contract and security for payment of labour and materials as specified in Section 00 61 13 – Contract Security, the Bidder shall be liable to the Province for the difference in money between the amount of its bid and the greater amount for which a contract for the Work is entered into with some other Bidder, up to the maximum amount of the bid security provided.

**END OF SECTION**