

Exhibit A

Special Terms and Conditions

INSURANCE/SURETY BOND REQUIREMENTS:

A. Surety Bonds (Performance and Payment Bonds)

The Contractor shall purchase and maintain the Contract Performance Security requirements as called in the Invitation for Bid (IFB) Terms and Conditions of the contract document. The Contractor shall purchase and maintain a payment bonds for the following requirements:

- When awarded the project, furnish a payment bond, with sufficient surety or sureties, in an amount equal to 15% of the bid price. The bond must specify that the contracted work will be completed in a manner satisfactory to the Department. The bond must state that the Commonwealth is not liable for any expenses incurred through the failure to complete the work as specified, nor liable for any damages growing through the failure of the Contractor, the Contractor's employees, or subcontractors. A corporate surety legally authorized to transact business in the State and satisfactory to the Department must execute both bonds. If the Department decides the bond surety is unsatisfactory, promptly furnish any additional required security to protect the Commonwealth's interest and the interests of all persons, firms, or corporations who/which have furnished material, provided equipment on rental or supplied/performed labor or services on, or in connection with, the performance of the work for this project.
- Another acceptable form of payment guarantee will be a certified check, cashier's check, or an irrevocable letter of credit in an amount equal to 15% of the total cost. The cost of the surety bonds listed in this section will be incidental to the project and no additional payment will be made. If there is a renewal option on this project, the Vendor will be required to re-submit the Surety Bonds for the renewal period and no additional payment will be made as stated in the above paragraph.

B. Bid Bond

The Contractor shall purchase and maintain the insurance/surety bond requirements as called for in the Invitation for Bid (IFB) Terms and Conditions of the contract document.