

New Construction**Financing****Performance Bond and Assurance Requirements**

All District contracts for the performance of labor or furnishing of materials for District construction and remodeling projects shall meet the payment and performance assurance requirements outlined in state law and District procedures. The purpose of the requirements is to provide reasonable assurance to subcontractors of a prime contractor that the subcontractors will be paid for their labor and materials provided in connection with the project.

The level and type of assurance required are dependent on the amount of the contract entered into with a prime contractor, other than a contract with the State of Wisconsin. The requirements do not apply to a contract for the direct purchase of materials by the District.

The District may waive the requirements for payment and performance assurances and/or may accept alternative forms of assurance when such action is deemed to be in the interest of the District. Written standards for waiving payment of performance bonds and accepting alternative forms of assurance shall be established and utilized in the District. The District shall retain full discretion and authority to determine whether or not to waive performance or payment assurances or to accept alternative forms of assurances. Nothing in this policy, or the procedures implementing this policy, shall obligate the District to grant any waiver, to accept any alternative form of assurance, or to take any action whatsoever.

Policy Approved: September 23, 1987

Policy Revised: January 23, 2017