



Gouvernement du Canada

Government of Canada

Commission des champs
de bataille nationaux

The National Battlefields
Commission

390, avenue de Bernières
Québec (Québec) G1R 2L7

390 De Bernières Ave
Quebec City, Quebec G1R 2L7

CONTRACT SECURITY CONDITIONS

1. CS1 Obligation to provide contract security

1.1. Where the contract amount referred to in the Articles of Agreement is:

1.1.1. less than \$25,000.00, the Engineer may require the Contractor to provide contract security prescribed in CS2; or

1.1.2. \$25,000.00 or more, the Contractor shall, at his own expense, provide one or more of the forms of contract security prescribed in CS2.

1.2. If the Contractor is required to provide contract security pursuant to CS1.1, such security shall be delivered within 14 days of the Contractor's receiving notice that his tender was accepted by Her Majesty.

2. CS2 Prescribed types and amounts of contract security

2.1. The contract security with which the Contractor may be required to provide Her Majesty pursuant to CS1 shall consist of at least one of the forms of security prescribed in CS2.2 to CS2.6.

2.2. The Contractor shall deliver to the Engineer:

2.2.1. a performance bond and a labour and material payment bond, each in an amount that is equal to at least 50% of the contract amount referred to in the Articles of Agreement; or

2.2.2. a labour and material payment bond in an amount that is equal to at least 50% of the contract amount referred to in the Articles of Agreement, and a security deposit in an amount that is equal to

2.2.2.1. at least 10% of the contract amount referred to in the Articles of Agreement where that amount does not exceed \$250,000.00; or

2.2.2.2. \$25,000.00 plus 5% of the part of the contract amount referred to in the Articles of Agreement that exceeds \$250,000.00; or

- 2.2.3. a security deposit in an amount prescribed in CS2.2.2, plus an additional amount that is equal to 10% of the contract amount referred to in the Articles of Agreement.
- 2.3. The performance bond and the labour and material payment bond referred to in CS2.2 shall be in a form and be issued by a bonding or surety company that is approved by Her Majesty.
- 2.4. The amount of the security deposit required pursuant to CS2.2.2 shall not exceed \$250,000.00, regardless of the contract amount referred to in the Articles of Agreement.
- 2.5. The security deposit referred to in CS2.2.2 and CS2.2.3 shall be in the form of
 - 2.5.1. a certified cheque payable to the Receiver General for Canada and drawn on a bank governed by the *Bank Act* or the *Quebec Savings Banks Act*; or
 - 2.5.2. Government of Canada bonds or bonds unconditionally guaranteed as to principal and interest by the Government of Canada.
- 2.6. The bonds referred to in CS2.5.2 must be:
 - 2.6.1. payable to the bearer;
 - 2.6.2. accompanied by a duly executed instrument of transfer of the bonds to the Receiver General for Canada and in the form prescribed in the *Domestic Bonds of Canada Regulations*; or
 - 2.6.3. registered, as to principal or as to principal and interest, in the name of the Receiver General for Canada, pursuant to the *Domestic Bonds of Canada Regulations*.