

APPENDIX L

Bid Bond Form and Instructions

**BID BOND FOR THE BENEFIT OF
THE GUAM WATERWORKS AUTHORITY
578 NORTH MARINE CORPS DRIVE
TAMUNING, GU 96913**

BID BOND NO. _____

KNOW ALL MEN BY THESE PRESENTS that _____, as Principal, hereinafter called the Principal, and (Bonding Company), _____, a duly admitted insurer under the laws of the Territory of Guam, as Surety, hereinafter called the Surety, is held firmly bound unto the Guam Waterworks Authority for the sum of _____ Dollars for payment of which sum will and truly to be made, the said Principal and the said Surety bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, firmly by these presents.

WHEREAS, the Principal has submitted a bid for (identify project by number and brief description) _____
_____.

NOW, THEREFORE, if the Guam Waterworks Authority shall accept the bid of the Principal and the Principal shall enter into a Contract with the Guam Waterworks Authority in accordance with the terms of such bid, and give such bond or bonds as may be specified in bidding or Contract Documents with good and sufficient surety for entry into the performance of such Contract and for the faithful performance under such Contract and for the prompt payment of labor and material furnished in the prosecution thereof, or in the event of the failure of the Principal to enter such Contract and give such bond or bonds, if the Principal shall pay to the Guam Waterworks Authority the difference not to exceed the penalty hereof between the amounts specified in said bid and such larger amount for which the Guam Waterworks Authority may in good faith contract with another party to perform work covered by said bid or an appropriate liquidated amount as specified in the invitation for Bids then this obligation shall be null and void, otherwise to remain in full force and effect.

Signed and sealed this _____ day of _____, 2006.

(PRINCIPAL)

(SEAL)

(WITNESS)

(TITLE)

(MAJOR OFFICER OF SURETY)

(TITLE)

(MAJOR OFFICER OF SURETY)

(TITLE)

(RESIDENT GENERAL AGENT)