28.101-1 Policy on use.

- (a) A contracting officer shall not require a bid guarantee unless a performance bond or a performance and payment bond is also required (see 28.102 and 28.103). Except as provided in paragraph (c) of this subsection, bid guarantees shall be required whenever a performance bond or a performance and payment bond is required.
- (b) All types of *bid guarantees* are acceptable for supply or service contracts (see annual *bid bonds* and annual performance *bonds* coverage in <u>28.001</u>). Only separate *bid guarantees* are acceptable in connection with *construction* contracts. Agencies *may* specify that only separate *bid bonds* are acceptable in connection with *construction* contracts.
- (c) The chief of the *contracting office may* waive the requirement to obtain a *bid guarantee* when a performance *bond* or a performance and payment *bond* is required if it is determined that a *bid guarantee* is not in the best interest of the Government for a specific *acquisition* (*e.g.*, overseas *construction*, *emergency acquisitions*, sole-source contracts). Class waivers *may* be authorized by the *agency head* or designee.

Parent topic: 28.101 Bid guarantees.