

SURETY SAFEGUARDS

3rd Party Vendor Contracts



Surety Bonds Protect Tax Payer Dollars

WHAT



The Surety Safeguard

When a government entity awards a project to the lowest bidder, it knows that the surety bond company stands behind the contractor's promise to complete the job according to the owner's specifications and terms of the contract.



History of Bonding

Corporate Surety has been protecting the interests of others since 1865 with countless situations of restoration and completion due to these agreements.



Contractor Failure

Today, surety bonds protect almost every public construction project across the country. In 2010, **nearly 300 billion** in public works projects were under construction throughout the United States with surety bonds providing valuable protection against contractor failure.

WHY



Surety Bonds protect Public Funds

No public contract owner can gamble on an unreliable vendor who could go bankrupt halfway through a contract. This essential assurance to the public is provided by bid, performance, and payment bonds.

HOW



Protection Through Pre Qualification

The surety bond company is committing its assets to guarantee a vendor's performance and that the vendor company performs and completes the contract. They must be fully satisfied that the vendor company runs a well-managed profitable enterprise, keeps promises, deals fairly with others, and performs obligations in a timely manner.



By Working Together

Surety Bond Professionals guide their customers and help them develop a business relationship with the surety company while working with the Owner to ensure a successful project. .