Contractor Registration lowa Division of Labor

1000 East Grand Avenue Des Moines, IA 50319-0209

Phone: 515-242-5871 Fax: 515-725-2427

iowadivisionoflabor.gov/contractor-registration

contractor.registration@iwd.iowa.gov

BOND REQUIREMENTS FOR OUT-OF-STATE CONTRACTORS

With limited exceptions each contractor with a principal place of business outside of lowa must file a \$25,000 bond in order to register. Having a branch office in lowa does not exempt a contractor from the bonding requirement.

The bond guarantees that you pay all taxes, penalties and other monies due to the State of Iowa as a result of your work in Iowa. Only the State of Iowa and its agencies or divisions can collect under the bond. The bond does not cover any other debts.

You must file a bond with original signatures and original surety company seal, when applying for your construction contractor registration number. Your bond must be executed by a surety company licensed to do business in lowa, and it must be issued on the bond form provided by the lowa Division of Labor. Bond effective date must match application date. In most cases, you must attach your surety company's power-of-attorney. **Bonds**must be attached to the application or renewal form. Contractor Registration

numbers WILL NOT be assigned without a bond.

Existing Bonds on File

If a current \$25,000 bond is on file, a continuation bond MUST be filed at the time of renewing. Bonds shall NOT exceed the one (1) year statutory period unless a continuation is filed or the bond is cancelled by the surety company, with not less than thirty (30) days' written notice to the Iowa Division of Labor.

False Information

Supplying false information with a contractor registration application may result in a \$500 civil penalty and criminal prosecution.

Exemptions

Instead of submitting a bond, a contractor may submit with the contractor registration application or renewal form, a copy of the contractor's letter from the lowa Department of Transportation stating that the contractor is prequalified to bid on projects pursuant to lowa Code 314.1. The lowa bonding requirement may be suspended due to federal law or rule, or if enforcement would cause denial of federal funding.