

BOND OR LETTER OF CREDIT IN LIEU OF DEPOSIT FORM

BOND OR LETTER OF CREDIT #: _____

SERVICE LOCATION: _____

SERVICES PROVIDED:

- ELECTRIC
- WATER
- SEWER
- REFUSE
- STORMWATER
- PARKING
- OTHER: _____

KNOW ALL MEN BY THESE PRESENTS:

THAT _____, as Principal and

_____, a corporation organized and existing under the laws of the State of _____, as Surety, are each held and firmly bound unto City of New Bern, NC, hereinafter called Utility, in the full and just sum of

_____ Dollars (\$_____) lawful money of the United States, for the payment of which, well and truly to be made, the said Principal and the said Surety hereby bind themselves, their respective heirs, legal representatives, successors and assigns, jointly and severally, firmly by these presents.

WHEREAS, the Principal has applied to the Utility for service, and under the rules and regulations of the Utility it is necessary for the Principal to furnish security for the prompt payment of bills for service furnished and supplied to the Principal by the Utility; and

WHEREAS, the Principal desires to post this Bond in lieu of a cash deposit as security for the payment of said bills;

NOW, THEREFORE, the condition of this obligation is such that if the said Principal shall well and faithfully perform the obligations herein recited and shall promptly pay all bills rendered by said Utility to said Principal for service as provided by this Bond and the rules and regulations of the Utility, then the above obligation shall be null and void; otherwise to remain in full force and effect.

It is hereby understood and agreed that the Surety reserves the right to cancel this Bond by giving thirty (30) days written notice to the Utility, however; said cancellation would not relieve the Principal and Surety from any loss accruing up to the effective date of said cancellation, said loss, however, in no event to exceed the penalty of this Bond.

This Bond shall be effective from _____, and shall remain in force until cancellation as aforesaid, or until released in writing by the Obligee.

Signed, sealed and delivered this _____ day of _____, 20____,

Principal

Witness

By: _____

Surety

Witness

By: _____