

U.S. Department of Agriculture
Rural Utilities Service

BID BOND

1. *KNOW ALL PERSONS* that we, _____
_____ as *Principal*, and

_____ ,
as *Surety*, are held and firmly bound unto _____
_____ (hereafter called the "*Owner*")
in the penal sum of ten percent (10%) of the amount of the bid referred to in paragraph 2 below, but not to
exceed _____ dollars (\$ _____), as
hereinafter set forth and for the payment of which sum well and truly to be made we bind ourselves, our
executors, administrators, successors and assigns, jointly and severally, by these presents;

2. *WHEREAS*, the *Principal* has submitted a bid to the *Owner* for the construction of the Rural Utilities Service
project known as _____ .

3. *NOW, THEREFORE*, the condition of this obligation is such that if the *Owner* shall accept the bid of the
Principal, and

- a. the *Principal* shall execute such contract documents, if any, as may be required by the terms of the bid and
give such *Contractor's Bond* or *Bonds* for the performance of the contract and for the prompt payment of
labor and material furnished for the project as may be specified in the bid, or
- b. in the event of the failure of the *Principal* to execute such contract documents, if any, and give such
Contractor's Bond or *Bonds*, if the *Principal* shall pay to the *Owner* the difference, not to exceed the penal
sum hereof, between the amount specified in the bid and such larger amount for which the *Owner* may in
good faith contract with another party to construct the project, then this obligation shall be void, otherwise to
remain in full force and effect.

IN WITNESS WHEREOF, the undersigned have caused this instrument to be executed and their respective
corporate seals to be affixed and attested by their duly authorized representatives this

_____ day of _____, 20_____ .

Principal (Seal)

ATTEST:

By _____

Secretary

Title

Surety (Seal)

ATTEST:

By _____

Secretary

Title