

SERVICE UNDERTAKING AGREEMENT

Know all men by these presents:

That: _____ of _____ State of _____

hereinafter called the Principal and Colonial Surety Group or Colonial Surety Company or Surety Underwriters Agency, Inc., or Colonial Surety Agency, LLC acting as agents or managing general agents for various companies thereafter called the Surety hereby enter into this service undertaking for bid and performance bonds.

Whereas the Principal has sought or will be seeking bid bonds or performance bonds from the Surety.

Whereas, the Principal will in all probability be seeking further Suretyship from said Surety during the ensuing years. However, this undertaking will in no way obligate the Surety for further bonds other than to serve as written proof of the payment of charges under the terms of which this undertaking was issued. Each additional bond request will be based on the terms, conditions and other relevant facts that may be in evidence at the time of each subsequent bond request.

Now therefore, this service undertaking provides that surety will review the Principal's requests for bid bonds or performance/payment bonds and the principal will be duly charged an annual fee of \$ 375.00 which will be billed and due each year on the anniversary date of this agreement and individual bid bonds or consents of Surety will be charged at a rate of \$ N/A and further agrees that the rate charged for contract bonds will be as follows: The first \$100,000 at a rate of 2.5%, from \$100,001 to \$500,000 at a rate of 1.5% and anything over \$500,001 at a rate of 1%. The final contract price of the completed project is subject to audit by the Surety. Any projects which are located within the five boroughs of New York City will be subject to a flat rate of 2.5%. Premium is computed on the contract price or Bond Liability whichever is greater. The final contract price of the completed project is subject to audit by the Surety. All Contract overruns will be charged at the above rates. There are no Premium returns for contract under runs.

ALL CHARGES ARE MINIMUM AND FULLY EARNED AND DUE UPON INVOICE OR BOND RECEIPT.

Issued this _____

In witness Whereof, this instrument has been executed by the Principal and the duly authorized representative of the Surety.

Witness or Attest:

COLONIAL SURETY AGENCY, LLC
COLONIAL SURETY COMPANY
SURETY UNDERWRITERS AGENCY, INC.

Attorney-in-Fact