

(COMPANY NAME)

CITY OF SAVANNAH
ENGINEERING DEPARTMENT
P.O. BOX 1027
SAVANNAH, GA. 31402

RE: Construction Bond
(PROJECT NAME)
(SPR NUMBER)

LETTER OF CREDIT # _____

FOR: (PRINCIPAL NAME, ADDRESS, CONTACT & PHONE NUMBER)

GENTLEMEN:

WE HERBY ESTABLISH OUR IRREVOCABLE LETTER OF CREDIT # _____ IN THE AGGREGATE AMOUNT OF \$ _____ TO ENSURE THE COMPLETION OF THE INFRASTRUCTURE IMPROVEMENTS REQUIRED FOR THE ABOVE REFERENCED PLAT INCLUDING COMPLETION OF CONSTRUCTION, SUBMISSION AND ACCEPTANCE OF ALL CLOSE-OUT DOCUMENTS REQUIRED BY THE CITY OF SAVANNAH.

THIS CONSTRUCTION LETTER OF CREDIT IS ISSUED TO ENSURE THE COMPLETION OF THE REQUIRED INFRASTRUCTURE ASSOCIATED WITH THE REFERENCED PROJECT INCLUDING, BUT NOT LIMITED TO, PROJECT COMPLETION AND SUBMISSION AND ACCEPTANCE OF ALL CLOSE-OUT DOCUMENTS REQUIRED BY THE CITY OF SAVANNAH. UPON THE ISSUANCE OF A PROVISIONAL ACCEPTANCE OF UTILITIES, THE CITY OF SAVANNAH MAY AUTHORIZE A 50 % REDUCTION OF THE BOND AMOUNT AS ALLOWED UNDER THE SUBDIVISION ORDINANCE.

THE CONSTRUCTION BOND SHALL BE RELEASED FOLLOWING THE ISSUANCE OF A FINAL ACCEPTANCE OF UTILITIES ACCORDING TO THE CITY OF SAVANNAH SUBDIVISION ORDINANCE.

AVAILABLE BY DRAFTS DRAWN ON US PAYABLE AT SIGHT FOR ANY SUM OF MONEY NOT TO EXCEED _____ WHEN ACCOMPANIED BY THE FOLLOWING DOCUMENT:

A LETTER SIGNED BY AN OFFICIAL OF THE CITY OF SAVANNAH STATING THAT THE WORK AS DETAILED ABOVE HAS NOT BEEN COMPLETED IN ACCORDANCE WITH CITY SPECIFICATIONS.

ALL DRAFTS HEREUNDER MUST BEAR THE LEGEND "DRAWN UNDER LETTER OF CREDIT # _____ DATED _____".

THIS BOND SHALL HAVE A TERM OF 24 MONTHS COMMENCING ON _____ AND SHALL BE AUTOMATICALLY RENEWED FOR ADDITIONAL 12 MONTH TERMS UNLESS THE BENEFICIARY IS PROVIDED WITH WRITTEN NOTIFICATION FROM THE BANK NO LESS THAN 30 DAYS PRIOR TO THE END OF THE CURRENT TERM OF THE LETTER OF CREDIT.

((BANK'S STATEMENT PERTAINING TO THEIR SUBJECTION TO THE UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDIT.))

WE HEREBY AGREE WITH YOU AND ALL PERSONS NEGOTIATION OF SUCH DRAFTS, THAT ALL DRAFTS DRAWN AND NEGOTIATED IN COMPLIANCE WITH THE TERMS OF THIS LETTER WILL BE DULY HONORED UPON PRESENTMENT AND DELIVERY OF THE DOCUMENT SPECIFIED ABOVE TO OUR OFFICE AT (COMPANY NAME, ADDRESS, CONTACT NAME AND PHONE NUMBER).

SINCERELY,