

**SERVICE UNDERTAKING**

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., acting as company 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 will obtain a bid bond or performance bond from the Surety for a previously designated project.

Whereas the Principal will in all probability be seeking further Suretyship from said Surety during the ensuing year. However, this undertaking in no way obligates the Surety to issue bonds other than to serve as written agreement of the charges under the terms of which this undertaking was issued. All bond requests will be based on the terms, conditions and other relevant facts that may be in evidence at the time of each bond request.

This service undertaking will stipulate that the Principal will be issued bid bonds and performance bonds and will be duly charged an initial annual undertaking fee of \$\_\_\_\_\_ which will be billed and due each year on the anniversary date of this undertaking. Bid bonds and/or consents of surety will be charged at a rate of \$\_\_\_\_\_. The rate charged for performance bonds will be \$\_\_\_\_\_ per thousand of bond liability or the contract price of the completed project whichever is greater. All contracts are subject to surety audit. All contract overruns will be charged at a rate of \$\_\_\_\_\_ per thousand. THERE ARE NO PREMIUM RETURNS FOR CONTRACT UNDERRUNS.

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

Issued this \_\_\_\_\_ day of \_\_\_\_\_.

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

Witness or Attest:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Principal

**COLONIAL SURETY GROUP  
COLONIAL SURETY COMPANY  
SURETY UNDERWRITERS AGENCY, INC.**

\_\_\_\_\_  
Attorney-in-Fact