

BOND

_____ of _____,
 (Name of Utility) (City)
 _____, as Principal, is bound to the State of North
 (State)
 Carolina in the sum of _____
 _____ Dollars (\$ _____)
 and for which payment to be made, the Principal by this bond binds himself, his, and its
 successors and assigns.

THE CONDITION OF THIS BOND IS:

WHEREAS, the Principal is or intends to become a public utility subject to the laws of the
 State of North Carolina and the rules and regulations of the North Carolina Utilities
 Commission, relating to the operation of a water or sewer utility _____

 (describe utility) _____ and,

WHEREAS, North Carolina General Statutes § 62-110.3 requires the holder of a franchise
 for water or sewer service to furnish a bond with sufficient surety, as approved by the
 Commission, conditioned as prescribed in G.S. § 62-110.3, and Commission Rules R7-37
 and/or R10-24, and,

WHEREAS, the Principal has delivered to the Commission _____

 (description of security)
 with an endorsement as required by the Commission, and,

WHEREAS, the appointment of an emergency operator, either by the Superior Court in
 accordance with G.S. § 62-118(b) or by the Commission with the consent of the owner,
 shall operate to forfeit this bond, and

WHEREAS, this bond shall become effective on the date executed by the Principal, and
 shall continue from year to year unless the obligations of the Principal under this bond are
 expressly released by the Commission in writing.

NOW THEREFORE, the Principal consents to the conditions of this Bond and agrees to be
 bound by them.

This the _____ day of _____ 20_____.

 (Name)