

**INDEMNITY BOND FOR ELECTRIC SERVICE**

**FURNISHED BY NORTHCENTRAL MISSISSIPPI ELECTRIC POWER ASSOCIATION**

Bond Number \_\_\_\_\_

KNOW ALL MEN BY THESE PRESENTS, that \_\_\_\_\_, as principal, and \_\_\_\_\_, a corporation organized and existing under the laws of the state of \_\_\_\_\_, and duly authorized to conduct and carry on a general surety business in the state of Mississippi, as surety, are each held and firmly bound unto the Northcentral Mississippi Electric Power Association, as obligee, in the full and just sum of \_\_\_\_\_ lawful money of the United States of America, for the payment where of well and truly to be made the said principal and the said surety hereby bind themselves, their respective heirs, legal representatives, successors and assigns, jointly and severally, firmly by these presents.

WHEREAS, the principal has applied to Northcentral Mississippi Electric Power Association for electric service; and

WHEREAS, under the Electric Service Rules and Regulations of the obligee, it is necessary for the principal to furnish security for the prompt payment of electric bills for electric service furnished and supplied the principal by the obligee, and

WHEREAS, the principal desires to post this bond in lieu of a cash deposit as security for the payment of electric bills,

NOW, THEREFORE, the condition of this obligation is such that if the said principal shall well and faithfully perform the obligations herein recited and shall promptly pay all bills rendered by the obligee to said principal for electric service as provided in this bond and the Electric Service Rules and Regulations of the obligee, then the above obligation shall be null and void, otherwise to remain in full force and effect, and the surety herein agrees to pay, within ten (10) days after written demand for payment by the obligee, any delinquent electric bills rendered by the obligee to the principal herein if such bills are not paid by said principal within ten (10) days from the date of said bills.

**THIS BOND IS ISSUED AND EXECUTED SUBJECT TO THE FOLLOWING CONDITIONS:**

1. That the Surety company reserves the right to cancel this bond by giving sixty (60) days written notice to the obligee, and on the effective date of such sixty-day cancellation notice, the surety is discharged and relieved of any liability, it being understood and agreed, however, that the said principal and surety will be liable for any loss accruing up to the effective date of said sixty-day cancellation notice, in no event however, in excess of the penalty of this bond.
2. That it is expressly understood by the principal and surety herein that the obligee may, by giving fifteen (15) days written notice, cancel this bond or require an endorsement hereon increasing the penal amount provided in this bond so that the said penal amount shall be equal to at least two times the amount of the highest monthly electric bill rendered by the obligee.
3. This bond shall be effective from and after the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_, and shall remain in force until cancelled as aforesaid, or until released in writing by the obligee.

IN WITNESS WHEREOF, the said principal and the said surety have duly executed or caused to be executed this bond the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_.

Signed, sealed and delivered  
In the presence of:

\_\_\_\_\_  
Principal

\_\_\_\_\_  
As to Principal

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