



BOND INFORMATION

Why Is A Bond Required?

The Road Commission of Kalamazoo County (RCKC) works to manage roadside environments to maintain safe and convenient roadways for public travel. Under some conditions, the RCKC will require a performance bond to insure proper completion of the work as specified in a permit.

What Is a Performance Bond?

A performance bond is a written guaranty from a third party guarantor (usually a bank or an insurance company) submitted to a principal (client or customer) by a contractor to ensure that authorized work is completed properly.

What Is Required for Submitting a Bond?

- All Information shown on the bond may be typed or printed and must be legible.
- The bond must note the full name of the person, persons, company, corporation or partnerships submitting an application for permit.
- The facility owner is to issue the bond.
- The facility Owner, Officer or authorized representative of the company being bonded must sign the bond as the Principal.
- Any relevant company's license must remain active and current while the bond is on file.
- The bond must be written by a surety company licensed through the State of Michigan Department of Insurance and Financial Services.
- The name of the insurance company preparing the bonding document must be fully noted. The document must include the name, address and signature of issuing/executing agent, also known as attorney-in-fact.
- The bond must be accompanied by a power of attorney form for the Surety's attorney-in-fact.
- The bond amount must be written out. For example: Two-Thousand-Three-Hundred dollars (\$2,300.00).
- The general wording of the bond shall correspond with the approved RCKC PERFORMANCE BOND TEMPLATE – "BOND FOR WORK IN THE RIGHT OF WAY."

How Is The Bond Amount Determined?

The bond amount is an estimated cost of the repair and/or restoration of damage to the roadway and/or the right of way which may result from the permitted activity.

When Should a Bond Be Submitted?

The RCKC permit agent will determine when a bond is needed and will notify the applicant. When notification is received, the **applicant** shall submit the bond prior to the issuance of the permit.

What Is a Required Term Of a Bond?

Confirm with RCKC Permit Agent for applicable time lines.