

SAMPLE PAYMENT BOND

[Insurance Company]

Bond No. _____

KNOW ALL MEN BY THESE PRESENTS, That the undersigned **Company Name.**, of **Address** hereinafter referred to as the Principal, and [insurance company], a corporation organized and existing under the laws of the State of [insurance company's state of incorporation], as Surety, are held and firmly bound unto the Rhode Island Public Utilities Commission and the Rhode Island Division of Public Utilities and Carriers as Obligee, in the sum of **Two Hundred Fifty Thousand and No 00/100 (\$250,000.00) dollars**, lawful money of the United States of America for the payment of which sum, well and truly to be made, we bind ourselves, our executors, administrators, successors, and assigns, jointly and severally, firmly by these presents.

WHEREAS, the Principal has made an application for registration to the Obligee to engage in the business of producing, manufacturing, generating, buying, aggregating, marketing or brokering electricity for sale at wholesale or for retail sale to the public as a Nonregulated Power Producer.

Upon notice from Obligee of Principal's nonperformance of its duties as a Nonregulated Power Producer or Principal's fraud or other violations of the laws, decisions and orders applicable to Principal's Nonregulated Power Producer registration, Surety shall pay

within 60 days to Obligee the amount specified by Obligee, not to exceed the amount of this bond.

The Surety hereby waives notice of any alteration or extension of time made by the Obligee. This instrument shall be a continuing, absolute, unconditional and irrevocable obligation of Surety.

Any suit on this bond must be instituted before the expiration of two (2) years from the date on which the Principal's obligations arising under its Rhode Island Nonregulated Power Producer registration expire.

Further, in no event shall the aggregate liability under this bond exceed the penal sum of the bond.

This instrument shall be effective upon execution and shall continue in effect until terminated by the Obligee or Surety upon thirty (30) days prior written notice to the non-terminating party.

SIGNED, SEALED AND DATED this ____ day of _____, 20__.

Company Name.

Principal

[Seal]

By: _____

[Insurance Company]

Surety

[Seal]

By: _____