

SURETY BOND CHECKLIST

(Updated 2-19-14)

Surety bonds may be accepted as guarantees for completion of developer funded and constructed public improvements, with the exception of water and/or sewer facilities, where the County contracts with the contractor on behalf of the developer for construction of the facilities.

1. ALL surety bond companies must meet the following criteria:

- A current Certificate of Authority from the Maryland Insurance Administration.

2. OUT OF STATE bonding companies must provide evidence of the following additional requirement:

- Consent to jurisdiction in the Circuit Court for Frederick County, Maryland, in the event of litigation (this language should be included in the bond)

3. If the bonding company utilizes a CO-SURETY, the co-surety must provide evidence of the requirements listed in Sections 1 and 2 above.

4. The total amount of surety provided by any single bonding entity (per project) may not exceed Ten Million Dollars (\$10,000,000).