

Bond for Customer-Side Distributed Generation Resources

Travelers Casualty and Surety Company of America
One Tower Square, Hartford, CT 06183

Bond No. _____

Know all men by these presents, that we _____, as Principal, and _____, of Hartford, Connecticut, authorized to do business in the state of _____, as Surety, are held and firmly bound unto the **State of Connecticut, Department of Public Utility Control (DPUC)**, as Obligee, in the maximum penal sum listed below, lawful money of the United States of America, for which payment well and truly to be made we bind ourselves, our heirs, executors and assigns, jointly and severally, firmly by these presents.

Whereas, the Principal has made application for a capital grant for Customer-Side Distributed Generation Resources and the Obligee has awarded a grant on _____ under Docket No. _____ Pursuant to Docket No. 05-07-17 of the DPUC, the Principal is required to provide security, in the amount of 50% of the capital grant, which will decrease annually by 10%, as follows.

- Year One (1) maximum penal sum equals 50% of the capital grant or _____ Dollars ();
Year Two (2) maximum penal sum equals 40% of the capital grant or _____ Dollars ();
Year Three (3) maximum penal sum equals 30% of the capital grant or _____ Dollars ();
Year Four (4) maximum penal sum equals 20% of the capital grant or _____ Dollars ();
Year Five (5) maximum penal sum equals 10% of the capital grant or _____ Dollars ().

Provided, however, that regardless of the number of years this Bond is in force the liability of the Surety shall not be cumulative in amounts from period to period and shall in no event exceed the amount set forth above, or as amended by rider.

Now, Therefore, the condition of this obligation is such that, if the above bounded Principal shall in all things well and truly perform and observe each and all of the agreements, covenants and conditions which are contained within an agreement between Principal and Obligee as described above, then this bond shall be null and void; otherwise to remain in full force and effect. The Obligee may call the bond for the amount in force at the time of the call upon failure of the Principal to well and truly perform and observe each and all of the agreements, covenants and conditions which are contained within an agreement between Principal and Obligee as described above. In no way will payment under this bond exceed the aggregate penalty as specified.

Notwithstanding anything to the contrary, the Bond is subject to the following express conditions:

1. Whereas, the Obligee has agreed to accept a renewable bond, this Bond shall be effective for a one year period beginning _____; and may be extended a maximum of four (4) additional one (1) year periods, unless the Surety provides to the Obligee not less than **thirty (30)** days advance written notice of its intent not to renew this Bond, or unless the Bond is earlier canceled pursuant to the following. This Bond may be canceled at any time upon **thirty (30)** days advance written notice from the Surety to the Obligee.
2. Neither nonrenewal or cancellation by the Surety, nor the failure or inability of the Principal to file a replacement bond in the event the Surety exercises its right to cancel this Bond, shall itself constitute a loss to the Obligee recoverable under this Bond or any extension thereof.
3. Any notice, demand, certification, claim or request for payment, made under this Bond shall be made in writing to the parties at the address specified below. Any notice, demand, certification, claim or request for payment by the Obligee must be made prior to the nonrenewal, cancellation or termination of this Bond.

If to Surety: Travelers Casualty and Surety Company of America
 One Tower Square
 Hartford, CT 06183
 Attn: Bond Claim

If to Obligee: State of Connecticut, Department of Public Utility Control
 Ten Franklin Square
 New Britain, CT 06051

If to Principal:

Signed, sealed and dated this _____ day of _____, _____.

By: _____, Principal

By: _____, Attorney-in-Fact

Surety Solutions, LLC