

CA Mine ID No. _____

Bond No. _____

Permit No. _____

Reclamation Plan Name/No. _____

Corporation

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DEPARTMENT OF CONSERVATION
~~OFFICE~~DIVISION OF MINE RECLAMATION
and ~~the~~

~~(COUNTY/CITY) OF~~

(Name of LEAD AGENCY)

SURETY BOND (CORPORATION)

(Public Resources Code §2773.1)

Bond No. _____

KNOW ALL PERSONS BY THESE PRESENTS, THAT THE UNDERSIGNED

(Name of Corporation - Permittee and Principal, whose address for service is:)

(Street Address) (City) (State) (Zip)

a corporation organized and existing under the laws of the State of _____,
as Principal, and _____,

(Name of Surety Company, whose address for service is:)

(Street Address)

(City)

(State)

(Zip)

organized and existing under the laws of the State of _____
and licensed to do business in the State of California, as Surety, are held and firmly
bound unto ~~the City/County of~~ _____ and, ~~in the alternative,~~ the

(Name of LEAD AGENCY)

Department of Conservation, ~~Office~~DIVISION of Mine Reclamation, and, ~~in the~~
~~alternative,~~ the _____ in the penal sum of

(Third Party Additional Public Agency Entity, if applicable)

_____ DOLLARS (\$_____) for
the payment of which sum we hereby jointly and severally bind ourselves, our
successors, and assigns. In the event of forfeiture by the Principal, the Obligees agree
that, in the aggregate, they shall not demand in excess of the penal sum of this bond.

THE CONDITION OF THE ABOVE OBLIGATION is such that:

Whereas, the above-named Principal has ~~submitted an approved~~
_____ permit, No. _____ and/or claims a vested right,
(Permit or Reclamation Plan Application)

including an mining and approved reclamation plan, No. _____, to reclaim ~~a~~
surface mining operation mined lands, as defined pursuant to the Surface Mining and
Reclamation Act, Public Resources Code, Division 2, Chapter 9, §2710 et seq. (the Act),

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and its attendant

regulations (California Code of Regulations, Title 14, §3500 et seq.); and,

Whereas, a demand has been made upon Principal for security under Public Resources Code §2773.1, to insure compliance with the Act; and this bond is executed and tendered in accordance therewith;

Whereas, the Principal has chosen to file this performance bond as a guarantee that the reclamation of the mined lands disturbed during this surface mining operation will be completed as required by the Act and regulations, and as specified in the Permit and Reclamation Plan and any applicable permit as approved by the City/County of

_____;
(Name of LEAD AGENCY)

Whereas, the Surety and their successors and assigns agree to guarantee the obligation and to indemnify the City/County of _____, the

(Name of LEAD AGENCY)

Department of Conservation, Office Division of Mine Reclamation, and the _____ from the failure of the Principal to complete the

(Third Party Additional Public Agency Entity, if applicable)

reclamation of the mined lands disturbed during the surface mining operation in conformity with the Act and regulations, and as specified in the Permit and Reclamation Plan and any applicable permit as approved by the City/County of

_____, subject to the penal sum of this bond;

(Name of LEAD AGENCY)

Whereas, the surety, as part of the obligation secured by this bond, and in addition to the penal sum specified in this bond, agrees there shall be included costs and reasonable expenses and fees, including reasonable attorney fees, incurred by the City/County _____, and/or in the alternative, the Department of

(Name of LEAD AGENCY)

Conservation, Office Division of Mine Reclamation, and/or in the alternative, the _____ in successfully enforcing such obligation against the

(Third Party Additional Public Agency Entity, if applicable)

surety, all to be taxed as costs and included in any judgment rendered;

Whereas, obligations guaranteed by this performance bond shall be in effect for the following described lands which are subject to the approved mining and reclamation plan or increment upon which initial or succeeding operations by the principal will be conducted:

(Insert legal description or Assessor's Parcel No.)

_____;

Now, Only upon receipt of written concurrence by _____

(Name of LEAD AGENCY)

and the Department of Conservation, Division of Mine Reclamation, and the

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_____ ~~if that~~ the Principal ~~faithfully completes~~ has
(Additional Public Entity, if applicable)
~~completed~~ all reclamation requirements set forth in the Act, the regulations, and all conditions of the permit related to reclamation, including the ~~mining and~~ reclamation plan, ~~then shall~~ this obligation ~~shall~~ be void; otherwise, it shall remain in full force and effect:

- (a) beginning on the date of the approval of the reclamation plan and issuance any applicable permit of Permit No. _____ (or Reclamation Plan No. _____), or prior to commencement of surface disturbance of mined lands, and extending until all reclamation ~~and restoration work~~ pursuant to the Act, the regulations, and all conditions of the permit related to reclamation, including the ~~mining and~~ reclamation plan, has been completed to the satisfaction of ~~the City/County of~~ _____, and, ~~in the~~ alternative, the Department of Conservation, Office Division of Mine Reclamation; and, ~~in the alternative~~, the _____; and, _____
(Name of LEAD AGENCY)
(Third Party Additional Public Agency Entity, if applicable)
- (b) until the bond is released or replaced, ~~or until the permit has been sold, reassigned or otherwise transferred~~ in accordance with the Act and its attendant regulations with the written concurrence of _____ and the _____
(Name of LEAD AGENCY)
Department of Conservation, Division of Mine Reclamation, and the

(Additional Public Entity, if applicable)

The failure of the Principal to fulfill mined land reclamation obligations specified by the Act, the regulations, and all conditions of the permit related to reclamation, including the ~~mining and~~ reclamation plan, shall result in a forfeiture of this performance bond according to the procedures described in the Act.

The amount of the Surety's liability may only be ~~adjusted~~ reduced by the City/County of _____, and ~~in the alternative~~, the Department of Conservation, Office Division of Mine Reclamation, and, ~~in the alternative~~, the _____ pursuant to the Act for lands covered by this bond which ~~have been disturbed by the Principal, or for which reclamation has been completed and approved by the City/County of~~ _____ and ~~in the alternative, the Department of Conservation, Office of Mine Reclamation~~. If the penal sum of this bond requires adjustment, it shall be by use of an Increase/Decrease Rider.

The surety hereby stipulates and agrees that no change, extension of time, alteration or addition to the terms of the reclamation plan and/or any applicable permit _____, No. _____ or to the work to be performed thereunder or the specifications
(Permit or Reclamation Plan Application)

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accompanying the same shall in any way affect its obligation on this bond, and it does hereby waive notice of any such change, extension of time, alteration or addition to the terms of the reclamation plan and/or any applicable permit _____, (Permit or Reclamation Plan Application)

No. _____ or to the work or to the specifications. Surety further stipulates and agrees that the provisions of Section 2845 of the Civil Code are not a condition precedent to surety's obligations hereunder and are hereby waived by surety.

The Surety will give notice of cancellation of the bond at least 120 days prior to such cancellation and prompt notice to the Principal, the City/County of _____, the Department of Conservation, Office/Division of Mine (Name of LEAD AGENCY)

Reclamation, and the _____ of any of the following: 1) any (Third Party/Additional Public Agency/Entity, if applicable) notice received or action filed alleging the insolvency or bankruptcy of the Surety, ~~or~~ 2) any notice received alleging any violations or regulatory requirements which could result in suspension or revocation of the Surety's license to do business, 3) the Principal has failed to renew or pay associated premiums causing the bond to lapse.

In the event the Surety becomes unable to fulfill its obligations under the bond for any reason, notice shall be given immediately to the Principal, the City/County of _____, the Department of Conservation, Office/Division of Mine (Name of LEAD AGENCY) Reclamation, and the _____ (Third Party/Additional Public Agency/Entity, if applicable).

Upon the incapacity of the Surety by reason of bankruptcy, insolvency, or suspension or revocation of its license, the Principal shall be deemed to be without bond coverage in violation of the Act, and subject to enforcement actions described in the Act.

IN WITNESS THEREOF, the Principal and Surety have hereunto set their signatures and seals as of the dates set forth below.

Date _____ (Corporation - Permittee [Principal])

By: _____ (Signature of Corporate Officer)
(Corporate Seal)

Typed or Printed Name

Title: _____

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I declare, under penalty of perjury, under the laws of the State of California, that I have executed the foregoing bond under an unrevoked Power of Attorney.

(Surety Company)

By: _____

(Signature of Attorney-in-Fact for Surety)

(Seal)

Typed or Printed Name

Title: _____

Executed in _____ on _____ under
(City and State) (Date)
the laws of the State of California.

~~(Note: Where one signs by virtue of a Power of Attorney for a Surety Company, such fully executed Power of Attorney must be filed with this bond.)~~

Please identify the agent acting on behalf of the surety who will accept notices, papers, and other documents, if applicable.

AGENT _____ PHONE _____

ADDRESS _____

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NOTORIZED ACKNOWLEDGMENT OF CORPORATION – PERMITTEE [PINCIPAL]

[Attach loose notarial certificate]

State of _____

SS. _____

County of _____

On this ____ of _____, in the year _____, before me, _____ (name and quality of officer), personally appeared _____, personally

known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal.

L.S.

Notary's Signature

My Commission Expires:

NOTORIZED ACKNOWLEDGMENT OF SURETY

[Attach loose notarial certificate]

State of _____

SS. _____

County of _____

On this ____ of _____, in the year _____, before me, _____ (name and quality of officer), personally appeared _____, personally

known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal.

L.S.

Notary's Signature

My Commission Expires:

NOTE: Please identify the agent acting on behalf of the surety, if applicable.

AGENT _____ PHONE _____

ADDRESS _____