



**CITY OF PUYALLUP
CLEAR, FILL, AND GRADE BOND
(PMC Chapter 21.14)**

Bond No. _____
Permit No. _____

KNOW ALL PERSONS BY THESE PRESENTS:

That we _____, (hereinafter called the "Principal"), and _____, a corporation organized under the laws of the State of _____, and authorized to transact surety business in the State of Washington (hereinafter called the "Surety"), are held and firmly bound unto the City of Puyallup, Washington, in the sum of _____ (\$_____), lawful money of the United States of America, for the payment of which sum we and each of us bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, by these presents. THE CONDITIONS of the above obligation are such that:

WHEREAS, the above named Principal has been granted approval by the City for a Clear, Fill, and Grade Permit pursuant to PMC Chapter 21.14 within the City which permit will allow the Principal to excavate, fill, clear, and recontour the ground surface or combination thereof; and

WHEREAS, the approval granted by the City requires that certain improvements be made in connection with the approved project; and that such improvements be constructed in full compliance with City standards, and the plans and specifications submitted with the project, as required by the City; and

WHEREAS, the agreement or the approval granted by the City requires that the improvements are to be made or constructed within a certain period of time, unless an extension is granted in writing by the City; and

WHEREAS, the above bounden Principal acknowledges that the amount of the security shall not be less than the total estimated construction cost of the interim and permanent erosion and sediment control measures for the permit listed.

NOW, THEREFORE, it is understood and agreed that this obligation shall continue in effect until released in writing by the City of Puyallup, but only after the Principal has performed and satisfied the following conditions:

A. **Conditions.**

1. The improvements are to be constructed by the Principal per the approved plans.
2. The Principal must construct the improvements to conform to the design, location, materials and other specifications for the indicated site improvements, as required by the City in the above-referenced City file. In addition, the Principal must construct the improvements according to the applicable ordinances and standards of the City and/or state statutes, as the same now exist or are hereafter amended.
3. The Principal must have completed all improvements required by the above-referenced conditions, plans and City file within two years of plan approval, unless an extension is granted by the City.

B. **Default.**

1. If the Principal defaults and does not perform the above conditions within the time specified, then the Surety shall, within twenty (20) days of demand of the City, make a written commitment to the City that it will either:
 - a) remedy the default itself with reasonable diligence pursuant to a time schedule acceptable to the City; or
 - b) tender to the City within an additional ten (10) days the amount necessary, as determined by the City, for the City to remedy the default, up to the total bond amount.

Upon completion of the Surety's duties under either of the options above, the Surety shall then have fulfilled its obligations under this bond. If the Surety elects to fulfill its obligation pursuant to the requirements of subsection B(1)(b), the City shall notify the Surety of the actual cost of the remedy, upon completion of the remedy. The City shall return, without interest, any overpayment made by the Surety, and the Surety shall pay to the City any actual costs which exceeded the City's estimate, limited to the bond amount.

2. In the event the Principal fails to complete all of the above referenced improvements within the time period specified by the City, then the City, its employees and agents shall have the right at the City's sole election to enter onto said property described above for the purpose of completing the improvements. This provision shall not be construed as creating an obligation on the part of the City or its representatives to complete such improvements.

C. **Corrections.** Any corrections required by the City shall be commenced within seven (7) days of notification by the City and completed within thirty (30) days of the date of notification. If the work is not performed in a timely manner, the City shall have the right, without recourse to legal action, to take such action under this bond as described in Section B above.

- D. **Extensions and Changes.** No change, extension of time, alteration or addition to the work to be performed by the Principal shall affect the obligation of the Principal or Surety on this bond, unless the City specifically agrees, in writing, to such alteration, addition, extension or change. The surety waives notice of any such change, extension, alteration or addition thereunder.
- E. **Enforcement.** It is specifically agreed by and between the parties that in the event any legal action must be taken to enforce the provisions of this bond or to collect said bond, the prevailing party shall be entitled to collect its costs and reasonable attorney fees as a part of the reasonable costs of securing the obligation hereunder. In the event of settlement or resolution of these issues prior to the filing of any suit, the actual costs incurred by the City, including reasonable attorney fees, shall be considered a part of the obligation hereunder secured. Said costs and reasonable legal fees shall be recoverable by the prevailing party, not only from the proceeds of this bond, but also over and above said bond as a part of any recovery (including recovery on the bond) in any judicial proceeding. The Surety hereby agrees that this Agreement shall be governed by the laws of the State of Washington. Venue of any litigation arising out of this Agreement shall be in Pierce County Superior Court.
- F. **Bond Expiration.** Pursuant to PMC 21.14.270 this bond shall not be fully released without a final inspection of completed work by the City, submission of “as-built” plans, and certification of completion by the City of the permanent erosion and sediment control measures as being in compliance with the approved plans and the provisions of this chapter. This bond shall remain in full force and effect until the obligations secured hereby have been fully performed, all of the provisions of said permit have been met, and Principal has fully complied with the City of Puyallup Ordinances. This financial guarantee may be released at the discretion of the City Engineer once the work has been accepted as complete by a City of Puyallup inspector signified by the permit being finalized and closed.

This bond may not be cancelled or allowed to expire by the Surety for any reason during the period in which it is required to be in effect under the terms of the permit and applicable City ordinances, except upon not less than thirty (30) days’ prior written notice to the City of Puyallup, delivered by certified mail. Such cancellation or expiration shall not affect any liability incurred or accrued under this bond prior to the effective date of cancellation or expiration. This bond shall remain in full force and effect until released in writing by the City of Puyallup, regardless of the payment of premiums or any other act or omission of the Principal or Surety, and shall not be subject to termination, cancellation, or expiration except as provided herein.

The Surety hereby agrees that this Agreement shall be governed by the laws of the State of Washington and to be subject to the jurisdiction of the State of Washington. Venue of any litigation arising out of this Agreement shall be in Pierce County Superior Court.

DATED this _____ day of _____, 20____.

Principal Signature

Name of Surety

Principal Name
PLEASE PRINT

Surety Address

Surety Phone Number

Surety Representative

Attach Power of Attorney