

SURETY BOND

BOND NO. _____

KNOW ALL MEN BY THESE PRESENTS, that we, _____
of the City of _____, State of Arkansas, as Principal, and _____
_____, of the City of _____, State of _____,
as Surety, are held and firmly bound unto CENTRAL ARKANSAS WATER, with its principal offices located
in the City of Little Rock, Arkansas, as Obligee, in the penal sum of _____
_____ (\$_____) Dollars, lawful money of the United States, for which
payment, well and truly to be made, we bind ourselves, our successors and assigns, jointly and severally,
firmly, by these presents.

WHEREAS, Principal and Obligee have entered into an agreement (the "Agreement") whereby Obligee
shall furnish potable water and provide other related water services to Principal at _____
_____ and Principal shall (i) promptly pay all bills
presented by Obligee to Principal for said water and related services, and (ii) abide by the rules and
regulations of Obligee.

NOW, THEREFORE, for and in consideration of and in order to induce Obligee to supply water and other
related services to Principal, the parties hereto agree as follows:

1. Surety agrees that if Principal fails to pay any bills for the water and services provided by Obligee
to Principal in accordance with their terms, Surety shall be fully responsible and shall
immediately pay such bills upon presentment by Obligee.
2. It is expressly understood and agreed that, in addition to the Principal of any obligation, that
surety is also liable and obligated for interest, fees, and all other expenses of collection incurred
by Obligee.
3. Surety hereby waives and agrees not to assert or take advantage of (a) any right to require
Obligee to proceed against Principal or any other person or security with it being understood
and agreed that this is a GUARANTY OF PAYMENT and not merely a guaranty of collection; (b)
presentment for payment, demand, protest, and notice of any other kind; (c) any defense based
upon an election of remedies; (d) any duty on the part of Obligee to disclose to Surety any facts
it may now or hereafter know about Principal, with it being understood and agreed that Surety
is fully responsible for being and keeping informed of the financial condition of Principal and of
all circumstances bearing on the risk of nonpayment of all obligations hereby guaranteed; and
(e) the right to be sued in the jurisdiction of Guarantor's residence.
4. Surety hereby agrees that extensions of time in respect of any obligation guaranteed hereby
may be granted by Obligee to Principal without notice to Surety and without thereby affecting
the liability of Surety under this Surety Bond in any respect. Surety agrees that no act or
omission on the part of Obligee shall in any way affect or impair this Surety Bond.
5. If this Surety Bond is placed in the hands of an attorney-at-law for enforcement, Surety hereby
agrees to pay the costs thereof, and a reasonable sum as an attorney's fee for such enforcement.
6. This Surety Bond shall be construed and governed by the laws of the State of Arkansas.
7. Surety may, at any time, cancel this bond and terminate its liability to Obligee upon giving thirty
(30) days written notice by registered U.S. Mail addressed to Central Arkansas Water, 221 East
Capitol Avenue, Little Rock, Arkansas, 72202, of its desire to discontinue further liability
hereunder, and upon the payment by Principal or Surety of all amounts then due and owing
Obligee, the obligation of Surety hereunder shall cease.

WITNESS our hands this _____ day of _____, _____.

Surety's Signature

Principal's Signature

_____, Attorney in Fact

Surety's Title

Principal's Title

Sworn to and subscribed before me on this _____ day of _____, _____.

Notary Public

My Commission Expires: _____