

UTILITY SERVICE GUARANTY BOND

Amount \$ _____

Bond No. _____

KNOW ALL MEN BY THESE PRESENTS, that _____, hereinafter called Principal, and _____, as Surety, hereinafter called Surety, are held and firmly bound unto THE KNOXVILLE UTILITIES BOARD; KNOXVILLE, TENNESSEE, as Obligee, hereinafter called Obligee, in the aggregate sum of _____ Dollars, for the payment of which sum will and truly to be made, we the Principal and Surety above named bind ourselves, our heirs, executors, administrators and successors, jointly and severally by these presents.

WHEREAS, the Principal has requested, and the Obligee has agreed to furnish utility service to the Principal pursuant to the rates, rules and regulations for the Company promulgated by proper regulatory authority having jurisdiction; and

WHEREAS, the Obligee is willing to accept this bond in lieu of securing a cash deposit to be made by the Principal to secure payment for the services to be furnished.

NOW, THEREFORE, if the said Principal shall pay or cause to be paid all bills, statements, or charges for any services furnished or rendered from and after _____, until date of disconnection, then and in that event, this bond all obligations hereunder shall terminate and cease, otherwise, shall remain in full force and effect.

It is also understood and agreed that Surety may cancel this bond by written notice served by registered mail upon the KNOXVILLE UTILITIES BOARD specifying the effective date of said cancellation, which in no event shall be less than sixty (60) days after the date borne by Surety's receipt. But the Surety shall, nevertheless, remain liable for any and all accrued indebtedness of the Principal to the Obligee incurred prior to the proposed termination date.

IN WITNESS WHEREOF, the above parties have executed this instrument under their several seals, the name and corporate seal of each corporate party being hereto affixed, and these presents duly signed by its undersigned representative pursuant to authority of its governing body, this _____ day of _____, ____.

PRINCIPAL

By: _____

SURETY

By: _____

Attorney-in-fact