

SURETY BOND/BUSINESS LICENSE ESCROW AGREEMENT
Per Chapter 325, Tennessee Public Acts of 1979

STATE OF TENNESSEE
COUNTY OF HAMILTON
CITY OF CHATTANOOGA

NOTE: If Personal Surety Bond,
each surety must be known and
approved by the City Treasurer. **

KNOW ALL MEN BY THESE PRESENT:

That _____,
OFFICIAL'S NAME COMPANY NAME

_____,
STREET CITY, STATE, ZIP COUNTY

As PRINCIPAL, and

_____,
NAME STREET CITY STATE & ZIP

_____, as SURETY, or _____,
COUNTY FINANCIAL INSTITUTION NAME & OFFICIAL REPRESENTATIVE

_____,
STREET CITY, STATE & ZIP COUNTY as SURETY

are firmly bound unto the State of Tennessee and the City of Chattanooga, in the full amount of _____ dollars (\$_____), lawful money of the United States of America, for the full and prompt payment whereof we bind ourselves, our representatives, successor, and assigns, each jointly and severally, firmly and unequivocally by these presents.

WEHERAS, The said Principal has applied for a Tennessee Business License under provision of the Tennessee Business Tax Act, Title 67, Chapter 5 Tennessee Code Annotated for the Business Tax period _____ to _____, and

WHEREAS, The said Principal is required to file a bond or to establish an escrow account with the City Treasurer, Chattanooga, Tennessee, in which City the Principal is operating a business, and,

WHEREAS, Said bond or escrow account must be in an amount sufficient to pay the Principal's anticipated Business Tax liability for the aforesaid Business Tax period as stipulated in the aforesaid Tennessee Code Annotated, Section 67-5801, et al, and

WHEREAS, if said Principal elects to use said escrow account the Financial Institution where said money is deposited shall not release said money to the Principal except upon written permission and/or receipt of the City Treasurer, City of Chattanooga, Tennessee.

NOW, THEREFORE, THE CONDITION OF THIS OBLIGATION IS SUCH:

That if the said _____, Principal shall:

Pay over to the City Treasurer, Chattanooga, Tennessee, all gross receipts tax liability at the expiration of his aforesaid business tax period, then this obligation shall be null and void; otherwise this SURETY BOND and/or ESCROW ACCOUNT will remain in full force and effect.

WITNESS our hands and seals this _____ day of _____, 20__,

WITNESS-ATTEST:

PRINCIPAL

_____,
SURETY/FINANCIAL INSTITUTION ADDRESS

CITY, STATE, ZIP

By _____,
(If not a personal surety bond, evidence or authority to execute bond must be attached.)

ACKNOWLEDGEMENT OF SURETY

STATE OF _____

COUNTY OF _____

Before me, a Notary Public, of the State and County aforesaid, personally appeared

_____, _____ and _____

Each of whom I am personally acquainted and who, upon oath, acknowledged himself to be the individual who executed the foregoing surety bond and/or escrow agreement, and they acknowledged to me that they executed the same for the purpose herein before set forth.

WITNESS my hand and seal this _____ day of _____, 20__.

MY COMMISSION EXPIRES:

Notary Public

(Seal)

Approved _____

Rejected _____

City Treasurer

Date

**** NOTE: The amount of the Surety or Cash Bond is calculated by multiplying the estimate job amount by 1/10th of 1%, example job amount is \$100,000.00 x .001 = \$100.00 the amount of the Surety Bond or Cash Bond amount or \$20.00 minimal .**