(Bank Letterhead)

IRREVOCABLE LETTER OF CREDIT

ISSUED BY: _____

ADDRESS: _____

PHONE NO. _____

BENEFICIARY: CITY OF LYNCHBURG DATE: _____

Engineering Division
City Hall
Lynchburg, VA 24504
ATTN: LEE NEWLAND, PE

Each draft drawn relative hereto must be marked: Drawn Under _____letter of credit Number_____, and be accompanied by this original letter of credit.

APPLICANT: (Name) _____ AMOUNT:
(Address)_____U.S. $_____
(Location)_____ Expiration Date:_____
(Type of Work)_____

****SEE BELOW****

We hereby open our irrevocable letter of credit No._____ in your favor for the account of _____for a sum not exceeding U.S. $_____available by your sight drafts on us and accompanied by the following document:

- A certified statement signed by an official of Lynchburg stating that (Applicant)_____ has not satisfactorily performed its obligation to the CITY OF LYNCHBURG relating to (Type of Work)_____ Municipal Construction work, and that the proceeds of the drawing will be used in providing funds for the completion of the project. Municipal construction work by definition includes Roadway, Water, and Sewer Construction. City Project No._____.

**This letter of credit shall be valid for a period of one year from the date hereof and shall automatically renew from year to year thereafter unless the guarantor shall give ninety days prior written notice to the CITY OF LYNCHBURG of its intent to terminate same at the expiration of said ninety day period. During the last thirty days in which this credit is valid, the CITY OF LYNCHBURG may draw up to the full amount when their draft is accompanied by the following document:

- A certified statement signed by an official of the CITY OF LYNCHBURG stating that (Applicant)_____ has not satisfactorily performed his obligation to the CITY OF LYNCHBURG relating to (Type of Work) Municipal Construction work (City Project No.)_____, that _____has not provided an acceptable substitute letter of credit or deposit in escrow, and that the drawing will be held for the sole purpose of providing for completion of the project in accordance with the CITY OF LYNCHBURG code.

We hereby engage with you that all drafts under and in compliance with the terms of this credit shall be duly honored upon presentation and delivery at this office within the validity of the credit.

Sincerely,

_____

Authorized Signature