

Bond Requirements

Before a permit shall be issued, the Town requires the applicant and/or the person or entity for which the applicant is performing, to execute and deliver to the Town, to be kept on file with the Town, a good and sufficient bond of performance or assurance, in the sum shown in the table below and conditioned that the person making the application shall promptly adjust, pay and settle all legitimate claims for damages that may result by reason of carelessness or negligence in the manner of performing such work or by reason of any defects therein caused or arising from careless, negligent or imperfect construction thereof, and to hold the Town, its councilmembers, officers, employees, volunteers, agents, and representatives, free and harmless from liability on all such claims for damages to the performance or assurance bond which shall cover the cost of repairs in or upon the street, sidewalk or other public place where the work is to be done that may become necessary by reason of such cut or excavation having been made. The bond shall be maintained annually for a period of two (2) years after the date of acceptance by the Town and the applicant agrees to maintain upon demand and to make all necessary repairs during the two (2) year period.

Maintenance

Construction Cost	Bond Valuation
\$1 - \$50,000	\$5,000
> \$50,000	10% of construction cost

Performance

100% of construction cost

Final acceptance shall be withheld until said maintenance bond is furnished to the Town in the form acceptable by the Town.