

(Before completing, review provisions of the State law outlined on reverse side)

STATE OF MICHIGAN
DEPARTMENT OF AGRICULTURE
PESTICIDE AND PLANT PEST MANAGEMENT

P.O. Box 30017
Lansing, Michigan 48909

WHOLESALE POTATO DEALER BOND

BOND NUMBER \_\_\_\_\_

KNOW ALL MEN BY THESE PRESENTS: That \_\_\_\_\_
FIRM NAME

of \_\_\_\_\_, \_\_\_\_\_ as PRINCIPAL, and \_\_\_\_\_
CITY STATE

\_\_\_\_\_ of \_\_\_\_\_,
BONDING COMPANY REGISTERED TO DO BUSINESS IN MICHIGAN CITY

\_\_\_\_\_ as SURETY, are jointly and severally held and firmly bound to the Director, Michigan
STATE

Department of Agriculture, in the penal sum of \_\_\_\_\_ Dollars (\$) \_\_\_\_\_)
lawful money of the United States, to the payment of which, well and truly to be made, we bind ourselves and each of us
and each of our successors, heirs, executors, administrators, and assigns, firmly by these presents.

THE CONDITION OF THIS OBLIGATION IS SUCH THAT,

WHEREAS, the above bounden PRINCIPAL has made application to the Director, Michigan Department of Agriculture for
a license to carry on the business of a wholesale potato dealer located at

\_\_\_\_\_ in the city, township, or village of \_\_\_\_\_,
county of \_\_\_\_\_, Michigan.

NOW THEREFORE, if the above bounden PRINCIPAL shall well and faithfully perform and discharge all of the duties as
such licensed wholesale potato dealer and comply with all of the laws of this state and rules and regulations promulgated
by the Director, Michigan Department of Agriculture, relating thereto, then this obligation to be void and of no effect;
otherwise to be in full force and effect.

PROVIDED HOWEVER the liability of the surety for any one or more claims in any license year shall not exceed in the
aggregate the sum of this bond; and the bond shall be for minimum of one year beginning with the effective date of
coverage and shall be considered continuous thereafter until terminated or cancelled. Although this Bond is continuous in
nature, the liability of the SURETY hereunder shall not accumulate for each successive license period during which this
Bond is in effect and the liability shall not be affected by the number of claimants involved in the transactions covered by
this bond.

IT IS further conditioned that this bond may be cancelled or reduced by the surety by mailing written notice to Michigan
Department of Agriculture stating when not less than 60 days thereafter such cancellation or reduction shall be effective.
However, such notice shall not release the surety from liability already accrued or which shall accrue before the expiration
of said 60 day notice.

This bond made pursuant to the provision of the Wholesale Potato Dealers Act No. 158, Public Acts 1964, as amended.

IN WITNESS WHEREOF, The aforesaid PRINCIPAL and SURETY have herewith set their hands and seals this \_\_\_\_\_
day of \_\_\_\_\_, 20\_\_\_\_\_. The effective date of the bond
is \_\_\_\_\_, 20\_\_\_\_\_.

(SEAL OF PRINCIPAL)

SURETY
(SEAL OF SURETY)

Principal

By \_\_\_\_\_

Title \_\_\_\_\_

Attest \_\_\_\_\_
SECRETARY-WITNESS

By \_\_\_\_\_
ATTORNEY-IN-FACT

COUNTERSIGNED BY:

\_\_\_\_\_
RESIDENT MICHIGAN AGENT OF SURETY

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**For Department Use Only**

Filed: \_\_\_\_\_

Accepted: \_\_\_\_\_

**BONDING PROVISION**

Act No. 158 of the Public Acts of 1964, as amended, requires an applicant for a wholesale potato dealer license (a person or business entity who buys Michigan grown potatoes directly from a grower, or a person or business entity who represents a grower cooperative handling potatoes for non-members) to file with the application or have on file a surety bond in favor of the Director of Agriculture, executed by a surety company registered in the State of Michigan.

The amount of the bond shall be **DOUBLE** the amount paid for all Michigan grown potatoes purchases from or handled from growers during the month in which the maximum volume of Michigan grown potatoes was bought or handled during the past calendar year. **NO BOND SHALL BE LESS THAN \$10,000 DOR MORE THAN \$100,000.**

For any person or business entity initially entering business, the Director Agriculture shall determine the amount of the bond from the estimated amount of business to be done annually by the applicant.

If during any licensing year the bond filed by a licensee becomes less than required by law because of an increase in the dollar volume of potato purchases, the Director may require the licensee to file an additional bond to cover the increase in gross dollar volume.