



ACCEPTANCE OF CERTIFICATE OF DEPOSIT AS SINGLE WELL CONFORMANCE BOND

By authority of Part 615, Supervisor of Wells, Act 451 PA 1994, as amended.

CERTIFICATE OF DEPOSIT REQUIREMENTS FOR OIL WELL BONDS

To the financial institution: The financial institution will supply its own Certificate of Deposit (CD). By signature below, the bank's issuing officer certifies that the Certificate has been issued according to the following requirements:

1. The CD must be in the sole name of: State of Michigan, Supervisor of Wells, Department of Environment, Great Lakes, and Energy **No other name may be connected with the certificate as beneficiary, payee, in care of, joint tenant, etc.**
2. The account should show the State of Michigan Federal Tax Identification Number 38-6000134 and no other.
3. In order to comply with the USA Patriot Act, authorized delegates of the Supervisor of Wells can sign and return signature cards or account cards if delivered to them. However, Department employees cannot furnish their Social Security number. An alternative identification number such as employee identification number must be utilized. **The customer shall not sign signature cards or account cards.**
4. The maturity date shall not be less than one (1) year. The certificate shall be automatically renewable.
5. Interest must be paid by check at maturity. The interest will be returned to the permittee by the Department.
6. The Department will report interest earned on the certificate to the IRS under the applicant's Federal ID Number.
7. Your financial institution must provide 1099-INT for interest earned on this certificate. All statements should be sent to the address below.
8. **The Department of Environment, Great Lakes, and Energy is the sole beneficiary of the account. Redemption and disposition is to be authorized exclusively by the Department through written instructions on Department letterhead.**
9. All customer documents relating to the CD should be provided to the Department.
10. Questions regarding these requirements may be addressed to Permits and Bonding Unit at (517) 284-6826

FINANCIAL INSTITUTION CERTIFICATION

"I state that Certificate of Deposit # _____, issued by _____

_____, has been issued according to the instructions listed above."

Issuing officer's name _____ Title _____ Signature _____ Date _____	Address of financial institution
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To the permittee: Fill in the blanks below with the permittee's name, Certificate of Deposit (CD) number, CD amount, bank name, and well name and number. Sign and date where indicated. By signature below, the parties accept the following agreement:

It is agreed between the State of Michigan, Department of Environment, Great Lakes, and Energy, and _____

_____ hereafter the permittee, that Certificate of,

Deposit # _____ in the amount of \$ _____, issued by _____

_____ in the name of and for the benefit of the State of Michigan, Supervisor of Wells, Department of Environment, Great Lakes, and Energy, is accepted as a conformance bond SUPERVISOR OF WELLS, 1994 PA 451, as amended, Section 324.61506(p) for the well known as _____

_____ and shall be available to the State of Michigan for all purposes for which the bond is required. It is the express intent of the parties that the Certificate of Deposit is a substitute for the filing of a conformance bond. It is further agreed that the Certificate of Deposit is subject to forfeiture, claim or return in like manner as a conformance bond. The permittee retains the right to any and all interest accruing to the Certificate of Deposit.

Permittee By _____ Date _____ Permittee's Authorized Signature Permittee's Federal ID Number _____	Michigan Department of Environment, Great Lakes, and Energy By _____ Date _____ EGLE Authorized Signature
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Enclose with CD and submit to: Oil, Gas, and Minerals Division, Michigan Department of Environment, Great Lakes, and Energy, P.O. Box 30256, Lansing, MI 48909-7756 or email scanned copies to: EGLE-OGMDpermitapplications@Michigan.gov

